

**Department of the Treasury**  
**Internal Revenue Service**

**Mark W. Everson**

Commissioner

**Mark J. Mazur**

Director, Research, Analysis, and Statistics

**Thomas B. Petska**

Director, Statistics of Income Division

**Janet McCubbin**

Chief, Special Studies Branch

**Beth Kilss**

Chief, Statistical Data Section

**Statistics of Income Division**

Internal Revenue Service

P.O. Box 2608

Washington, DC 20013-2608

202/874-0410 Fax: 202/874-0964

[sis@irs.gov](mailto:sis@irs.gov) <http://www.irs.gov/taxstats>

# SOI BULLETIN

*A Quarterly Statistics of Income Report*

## Volume 25, Number 4

The *Statistics of Income (SOI) Bulletin* is issued quarterly, in March, June, September, and December, by the Statistics of Income Division of the Internal Revenue Service. The report provides the earliest published annual financial statistics obtained from the various types of tax and information returns filed, as well as information from periodic or special analytical studies of particular interest to students of the U.S. tax system, tax policymakers, and tax administrators. It also includes personal income and tax data by State and historical data for selected types of taxpayers, in addition to data on tax collections and refunds and on other tax-related items.

Information on the availability of supplemental data on the topics included in this issue, special tabulations undertaken on a reimbursable basis, or other SOI subjects, may be obtained by telephoning the SOI Statistical Information Services office (202-874-0410), or by writing to the Director, Statistics of Income Division RAS:S, Internal Revenue Service, P.O. Box 2608, Washington, D.C. 20013-2608.

The *SOI Bulletin* is prepared under the direction of Beth Kilss, Chief, Statistical Data Section. James Dalton (writer-editor), Lisa Smith (layout and graphics editor), Bobbie Vaira (publishing services coordinator), and Dorothy Wallace (layout and graphics) are the editorial staff who prepare the manuscript. Sara Holden, Bob Kalish, Janet McCubbin, Randy Miller, Marty Shiley, Mike Strudler, and Ken Szefflinski were the technical reviewers for the articles and tables in this issue. Emily Gross and Jim Hobbs also made major contributions in the production of this issue. Views expressed in the articles are those of the authors and do not necessarily represent the views of the Treasury Department or the Internal Revenue Service.

**NOTE:** When using information from this report, cite the publication as follows--

Internal Revenue Service  
Statistics of Income Bulletin  
Spring 2006  
Washington, D.C. 2006

For sale by the  
Superintendent of Documents  
P.O. Box 371954  
Pittsburgh, PA 15250-7954

### *Featured Articles:*

- |   |     |
|---|-----|
| <b>High-Income Tax Returns for 2003</b>   | 8   |
| <i>By Brian Balkovic</i>  |     |
| <b>Individual Noncash Charitable Contributions, 2003</b>                              | 58  |
| <i>By Janette Wilson and Michael Strudler</i>   |     |
| <b>S Corporation Returns, 2003</b>  | 91  |
| <i>By Kelly Luttrell</i>  |     |
| <b>Split-Interest Trusts, Filing Year 2004</b>  | 166 |
| <i>By Lisa Schreiber</i>  |     |
| <b>Controlled Foreign Corporations, 2002</b>  | 193 |
| <i>By Mike Masters and Catterson Oh</i>   |     |
| <b>Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002</b> | 233 |
| <i>By Victoria L. Bryant and Peter J. Sailer</i>                                      |     |

### *Departments:*

- |  |                   |
|--|-------------------|
| Bulletin Board   | 2                 |
| Selected Historical and Other Data                       | 255               |
| SOI Sampling Methodology and Data Limitations — Appendix | 399               |
| SOI Projects and Contacts                                | 402               |
| SOI Products & Services                                  | 407               |
| Index — Previously Published Articles and Data Releases  | Inside Back Cover |

# Bulletin Board

## This Issue at a Glance

### High-Income Tax Returns for 2003

by Brian Balkovic

For Tax Year 2003, there were 2,536,439 individual income tax returns reporting AGI of \$200,000 or more, and 2,573,133 with expanded income of \$200,000 or more. These returns represent, respectively, 1.945 percent and 1.973 percent of all returns for 2003. From 1977 to 2000, the numbers of returns reporting incomes of \$200,000 or more increased each year, and, each year, those high-income returns were a larger share of all tax returns. However, for 2001 and 2002, both the number of high-income returns and their percentages of all returns decreased. For 2003, both the numbers of high-income returns and their shares of all returns increased slightly, but by all measures were still lower than in 2001. For 2003, of the 2,536,439 income tax returns with AGI of \$200,000 or more, 2,824 (0.111 percent) showed no U.S. income tax liability; and 2,416 (0.095 percent) showed no worldwide income tax liability. For 2002, of the 2,414,128 returns with AGI of \$200,000 and over, 2,959 (0.123 percent) had no U.S. income tax liability; and 2,551 (0.106 percent) had no worldwide income tax liability. For 2003, of the 2,573,133 tax returns with expanded income of \$200,000 or more, 5,839 (0.227 percent) had no U.S. income tax liability; and 4,934 (0.192 percent) had no worldwide income tax liability. For 2002, of the 2,464,515 returns with expanded income of \$200,000 or more, 5,650 (0.229 percent) had no U.S. income tax liability; and 4,922 (0.200 percent) had no worldwide income tax liability. Thus, whether measured by absence of U.S. income tax or absence of worldwide income tax, or by AGI or expanded income, the proportion of nontaxable high-expanded income returns decreased slightly between 2002 and 2003.

### Individual Noncash Charitable Contributions, 2003

by Janette Wilson and Michael Strudler

For Tax Year 2003, individuals reported noncash donations valued at \$36.9 billion on Form 8283, *Non-cash Charitable Contribution*. This is the form used by individual taxpayers when the amount of taxpayer deductions for all noncash donations on Schedule A, *Itemized Deductions*, exceeds \$500. Of these noncash donations, corporate stock was the largest type, with

37.2 percent of the total value deducted. The average value of these stock donations was \$79,279 per return. The largest number of donations reported on this form was for clothing, representing 48.0 percent of all donations. For donations where the organizational type was recorded, the largest amount was donated to foundations, which received 31.1 percent of donations. In general, for 2003, individuals made greater noncash contributions the higher their incomes and the older their age. For example, individuals with adjusted gross incomes of \$10 million or more had an average contribution of \$2.8 million. Also, the value of noncash contributions reported by individuals age 65 or over represented 40.8 percent of all such contributions. The average contribution for this age group was \$21,916, contrasting with \$6,193 for the entire population of Form 8283 filers.

### S Corporation Returns, 2003

by Kelly Luttrell

A total of nearly 3.3 million S corporation returns were filed for Tax Year 2003, an increase of 5.9 percent from Tax Year 2002. S corporations remain the most popular corporate entity choice, representing 61.9 percent of all U.S. corporations electing Federal tax treatment under Subchapter S. The number of shareholders for S corporations increased to 5.8 million, up 2.9 percent from the previous year. Total net income (less deficit) reported by S corporations increased to \$213.7 billion for Tax Year 2003 from \$183.5 billion reported for Tax Year 2002. Nearly two-thirds, 62.7 percent, of all S corporations reported positive total net income. Total assets increased \$169.9 billion, to \$2,186.6 billion, for Tax Year 2003. Less than one quarter of 1.0 percent of all S corporations reported Federal tax liability, for a total tax liability of \$380.9 million.

### Split-Interest Trusts, Filing Year 2004

by Lisa Schreiber

A total of 123,205 split-interest trust (SIT) information returns were filed in Filing Year 2004, an increase of 1.6 percent from Filing Year 2003. The largest group of trusts, charitable remainder unitrusts (CRUTs), increased by 1,958 returns from the previous filing year. The number of returns filed for pooled income funds decreased by 5.0 percent from 2003 to 2004. Charities were the most common trustees for SITs in Filing Year 2004. The least common type of trustee

was an individual who was not a grantor or beneficiary of the trust. Total net income reported for charitable remainder trusts (CRTs) decreased by 0.4 percent from 2003 to 2004. Net long-term capital gains made up the largest percentage of total net income reported for Charitable Remainder Annuity Trusts (CRATs) and CRUTs. In Filing Year 2004, charitable remainder trust returns reported \$64.0 billion in total accumulations and \$6.9 billion in distributions. Long-term capital gains comprised the largest percentage of distributions made by CRTs. Split-interest trust returns reported end-of-year book value of total assets of \$100.8 billion. Approximately \$85.1 billion, or 84.5 percent, of end-of-year book value of total assets were reported to be investment-related assets. Overall, the largest component of investments for SITs in Filing Year 2004 was corporate stock.

### Controlled Foreign Corporations, 2002

by Mike Masters and Catterson Oh

For Tax Year 2002, the 7,500 largest foreign corporations controlled by large U.S. multinational corporations held \$5.8 trillion in assets and reported receipts of \$2.3 trillion. About 79.2 percent, or 5,938, of the 7,500 largest Controlled Foreign Corporations (CFCs) for Tax Year 2002 were concentrated in goods production (28.9 percent), services (26.1 percent), and the finance, insurance, real estate, and rental and leasing (24.2 percent) sectors. Approximately 52.5 percent, or 3,939, of the 7,500 largest CFCs were incorporated in Europe, which accounted for 61.9 percent of end-of-year assets, 55.7 percent of total receipts, and 57.6 percent of earnings and profits (less deficit) before income taxes. About 91.1 percent of these European CFCs were located in European Union countries.

### Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

by Victoria L. Bryant and Peter J. Sailer

For Tax Year 2002, individual income taxpayers contributed approximately \$42.3 billion to Individual Retirement Arrangements (IRAs). This represented an 18.3-percent increase over the contributions for 2001. In addition, \$204.4 billion came into IRAs during 2002 as rollovers, usually from employer-sponsored plans (such as 401(k) plans). These rollovers represented an 8.8-percent increase over rollovers for 2001. In spite of the increase in funds flowing into IRAs for

2002, the yearend fair market value of those arrangements fell from just over \$2.6 trillion for 2001 to just over \$2.5 trillion for 2002. A part of the decrease was related to the increase in withdrawals from IRA accounts—from \$114.7 billion in 2001 to \$123.6 billion in 2002. However, the major reason was the poor return on investment shown by these accounts in 2002. In fact, they showed a negative return of \$210 billion, as opposed to a negative return of \$120.6 billion for 2001.

For 2002, over one-third (\$14.8 billion) of the \$42.3 billion in contributions was deductible. Also in 2002, more than 3.9 million taxpayers rolled over \$204.4 billion to IRA plans, up from \$187.8 billion in 2001. Along with that, \$3.3 billion were converted from traditional IRAs into Roth IRAs.

## Some Observations and Insights

### SOI Bulletin Celebrates 25 Years

*Spring 2006 is the 100<sup>th</sup> Issue*

This is the fourth edition of the 25<sup>th</sup> Volume of the *SOI Bulletin*—in other words, it is our 100<sup>th</sup> issue. The publishing of the *SOI Bulletin* for 25 years is an occasion to celebrate!

When our first issue was released in the summer of 1981, it contained three articles and ran 46 pages. Little did we know then how that simple report—which was coordinated by Noreen Hoffmeier of the Individual Income Statistics Section and published in accordance with the mandate of section 6108 of the Internal Revenue Code, when Roscoe L. Egger, Jr., was Commissioner and Fritz Scheuren was SOI Director—would eventually evolve into SOI Division's flagship publication.



1981: First issue

*SOI Program and Publication Changes in the 1980s*

The period starting with 1980 was characterized by the need to accommodate new program demands with only minimal increases in budget. To do this, fundamental changes had to be made—in the SOI samples, in content of certain programs, in cycles of programs and publications, and in manual and automated data processing. The beginnings of these latter changes had already taken place when data from the Master

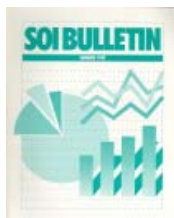
## Bulletin Board

File system began to be used for the SOI individual income tax return program; during the early- and mid-1980s, this practice was extended to the corporation and other SOI programs as well. The next change, from manual to electronic data editing, again, revolutionized the nature of SOI processing. The increase in the Division's hands-on accessibility to computers was a keystone of our efficiency and quality improvements. While these systems and program changes were taking place, the publications program was also being overhauled. Publications were revised to eliminate the "preliminary" reports for corporations and individuals, the publications covering unincorporated businesses, and other SOI supplemental reports, e.g., the foreign tax credit and fiduciary reports. In their places, a new quarterly report, the *Statistics of Income Bulletin*, was created as the vehicle for publishing more limited data on topics formerly covered by these separate reports, as well as to provide results from the growing number of special projects. At the same time, the published output of the individual and corporate programs was being streamlined, improving their timeliness. Furthermore, publications containing a reduced number of tables and consisting of more general-purpose statistics were far less time-consuming to produce. Another improvement was that the tables (together with the reports, themselves) began to be readied for publication through electronic techniques, enabling SOI to produce high-quality, publication-ready tables in-house.

### *Innovations in the Bulletin's First Quarter Century*

The SOI systems and program changes noted above were the beginning of a new era in SOI and only the tip of the iceberg of what has transpired in the Statistics of Income Division over the past quarter of a century. Many commissioners have come and gone—today, Mark W.

Everson is at the helm. The directorship of SOI has changed hands twice since the inception of the *Bulletin*, with Tom Petska having been selected as the eighth director in 2002. Technological advances over the past 25 years have given SOI incredible tools that have enabled the Division to implement innovations and improvements in all facets of our work, including SOI's publications and, most notably, the *SOI Bulletin*. As is evident from the table of contents



1992: Cover and content redesign

on the title page, the Spring 2006 issue contains six articles and runs 412 pages. It also includes many features introduced over the years that were not part of the 1981 version but were gradually phased in.

Here is a brief chronology of some of the main innovations that are now standard features in today's *SOI Bulletin*:

Summer 1982	A regular series of historical tables, which began with 5 tables and now totals 23, and a description of SOI sampling methodology and data limitations.
Fall 1983	A cumulative index of previously published <i>SOI Bulletin</i> articles.
Winter 1987-1988	The Bulletin Board, introduced as a vehicle to inform users of SOI about current activities, plans, and the people who make things happen, and as a way to let users know about important activities and innovations that impact on the SOI data we produce.
Summer 1991	The Data Release section, introduced to enable our customers to have access to the data at the earliest possible date (as at that time, we had neither an electronic bulletin board nor the Internet).
Fall 1991	A schedule of dates for public release of SOI data, which was in keeping with the practice of other statistical agencies that announced their release dates (e.g., for leading economic indicators) well ahead of time.
Summer 1992	The SOI Projects and Contacts and Products & Services sections.
Fine-tuning of historical tables saw the following:	
Winter 1987-1988	Addition of tables based on work done by the late Joseph Pechman of The Brookings Institution,

## Bulletin Board

	which included new historical tables that put Federal tax return data into perspective in terms of the overall population and national income concepts (currently Tables 4, 5, 6, 8, and 15).
Winter 1987-1988	Individual income tax return statistics by State.
Winter 1996-1997	Addition of a table presenting new data on excise tax “collections” and on tax “liabilities” for the specific excise taxes by type, including quarterly data for the current year.
Fall 1997	Additions to Table 1, “Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years,” including Presidential Election Fund checkoff, taxpayer filing status, home mortgage interest deduction, and tax payments by type.
Spring 2001	A tax-exempt organization history table.
Summer 2002	A personal exemptions and individual income tax rates history table.
Fall 2003	A corporate tax bracket history table.
Electronic milestones include:	
Summer 1992	The posting of selected tables to SOI’s Electronic Bulletin Board.
Winter 1997-1998	The posting of articles and accompanying tables to the IRS Web site ( <a href="http://www.irs.gov/taxstats">www.irs.gov/taxstats</a> ).

Production of the *Bulletin* has also evolved over the years. It began on early word processing equipment, and text and tables were literally cut and pasted to provide camera-ready copy. Tables, charts, and graphs were mailed to contractors throughout the

country for typesetting. Mailing drafts, proofs, and corrections back and forth made it difficult to adhere to a meaningful schedule.

We eventually moved to in-house desktop publishing and a more streamlined appearance. By the Summer 1992 issue, we had developed our current “style,” consisting of new cover, improved layout, and tables with larger, more legible fonts.

However, to continually refresh and improve the publication, we revised the cover once again 6 years ago, beginning with the Summer 2000 issue and continuing to the present issue.



2000: Cover redesign

More recently, beginning in the spring of 2003, SOI Director Tom Petska charged a working group made up of senior SOI staff and SOI Advisory Panel members to evaluate SOI publications and tables. This effort is ongoing, including current efforts focused on improving the processes of producing *Bulletin* articles and of producing and posting data tables to Tax Stats.

### *People Changes*

Since its introduction, the *Bulletin* has been considered a work in progress. Publications Team members and various SOI staff members both past and present (denoted by an \*) who have combined their time, efforts, and skills to make it a great success story include Wendy Alvey, Clementine Brittain, James Dalton\*, Brian Francis, John Glynn, Emily Gross\*, Eric Henry\*, Cecelia Hilgert, Noreen Hoffmeier, Jim Hobbs\*, Bettye Jamerson, Beth Kilss\*, Janet McCubbin\*, Bennett Moss, Tom Petska\*, Fritz Scheuren, Ruth Schwartz\*, Dan Skelly, Lisa Smith\*, Bobbie Vaira\*, Dorothy Wallace\*, Jim Willis\*, Bob Wilson, Howie Wilson, and Ruth Wise.

There are numerous others, including authors (both SOI and non-SOI), technical reviewers, SOI managers, staff members at the Office of Tax Analysis, and printing specialists in IRS’s Publishing Services Division, who have also made significant contributions. In the years to come, we look forward to continuing refinements, both substantive and cosmetic, to make the *Bulletin* more useful, timely, and informative for you, our target audience and valued customers. But, for just a moment, please join us in celebrating the publication of the 100<sup>th</sup> issue of the *SOI Bulletin* and its 25<sup>th</sup> anniversary.

## Behind the Scenes



### SOI Advisory Panel Celebrates 20 Years

The SOI Division hosted the 20th Anniversary Meeting of its Advisory Panel on April 21 at the Urban Institute. Over 80 people

attended, including Advisory Panel members, SOI staff, and invited guests from the Bureau of the Census; Bureau of Economic Analysis; California Franchise Tax Board; Canada Revenue Agency; Congressional Budget Office; Ernst and Young, LLP; Federal Reserve Board; Government Accountability Office; the Heritage Foundation; Investment Company Institute; IRS—Research, Analysis, and Statistics; IRS—Wage and Investment; Joint Committee on Taxation; National Bureau of Economic Research; National Center for Charitable Statistics; Treasury’s Office of Tax Analysis; PricewaterhouseCoopers; and The Urban Institute.

SOI Director Tom Petska opened the all-day meeting by introducing special guests, speakers, and Panel members. He acknowledged that, 20 years ago on April 18, 1986, the first SOI Advisory Panel met at The Brookings Institution and was co-chaired by then-SOI Director Fritz Scheuren and Joseph A. Pechman, Senior Fellow at Brookings. A group of about 35 met that day to review the Statistics of Income Program and to get initial reactions from the Panel about the program. That first meeting also included presentations by Panel members on various tax issues and data needs. Now, 20 years later, the Panel was holding its 30th meeting and observing the group’s 20th anniversary. The sessions organized for this occasion were planned to recognize this momentous occasion.

Two sessions followed. The first session, New Research with SOI Corporate, Individual, and Non-profit Data, included reports from George Contos, Corporation Statistics Branch (“An Essay on the Effects of Taxation on Corporate Financial Policy”); Janette Wilson, Individual Statistics Branch, and Jerry Auten, Office of Tax Analysis (“A First Look at the Composition and Recipients of Noncash Charitable Contributions”); and Paul Arnsberger, Melissa Ludlum, and Peggy Riley, Special Studies Branch (“Current Research in the Nonprofit Sector”). A general discussion followed. The second session, SOI: Two Decades of Change, 1986-2006, showcased five presen-

tations with an historical look at some of the significant milestones in the last 20 years of SOI’s 90-year history. Tom Petska led off with “SOI Then and Now—Overview and Chronology of Significant Developments in SOI’s Recent History,” which set the stage for the presentations which followed. These included “Evolution of SOI’s Distributed Processing System—How We Got Here,” by Mike Leszcz, Statistical Computing Branch; “Evolution of Statistical Consulting Services Provided by the Statistics of Income Division,” by Kevin Cecco, Statistical Computing Branch; “SOI’s Automated Return Selection and Tracking System—An Outgrowth of TQO and Quality Planning,” by Doug Shearer and Joe Koshansky, Corporation Statistics Branch; and “SOI Data Dissemination: Tax Stats—Where We’ve Been and Where We’re Going,” by Barry Johnson, Special Studies Branch.

Luncheon guest speaker Gene Steuerle, The Urban Institute and one of the Panel’s original members, spoke on the role of the SOI Advisory Panel as a support group for SOI and how SOI data have been crucial in the past for research, particularly that which impacts policy debates and tax reform. Gene gave a number of specific examples from the past where SOI data came into play and emphasized how important these data will continue to be to future policy debates and tax reform legislation.

The afternoon session, “The SOI Advisory Panel at 20 Years: Reflections and Challenges,” also had an historical theme. Martin David, The Urban Institute, another original, 20-year member of the Panel, led a discussion with SOI Advisory Panel Members and invited guests. The discussion centered around a list of questions that were distributed to Panel members ahead of time, including: What role should the Panel have in developing recommendations for innovations in the SOI operating plan?; What role should the Panel serve in formulating standards for new releases?; What role should the Panel play in expanding research access to tax data?; and Should members of the Panel help mentor SOI employees?

To conclude the anniversary meeting, Tom Petska presented framed certificates of appreciation to four of the original Advisory Panel members who are still on the Panel—Martin David, The Urban Institute; Dan Feenberg, National Bureau of Economic Research; Gene Steuerle, The Urban Institute; and Robert Strauss, Carnegie-Mellon University; and to Beth Kilss,

## Bulletin Board

Special Studies Branch, who has been extensively involved in planning and coordinating these meetings over their entire 20-year history.

Special thanks are in order to all who made the event possible. Bobbie Vaira did an excellent job of coordinating the meeting and all the myriad details that go into preparing for such an event. She was assisted at the meeting by Cynthia Belmonte, David Jordan, and Brian McClain. Bobbie also had lots of help behind the scenes from Cynthia, David, and Brian, as well as other SOI staff members, including James Dalton, Emily Gross, Janet McCubbin, Marvin Schwartz, Ruth Schwartz, Lisa Smith, and Dorothy Wallace.

### SOI Budget Update

The approved SOI budget for Fiscal Year (FY) 2006 has been increased from \$38.5 million for FY 2005 to \$40.5 million. Much of it will fund SOI's annual statistical programs on individual, corporation, partnership, tax-exempt organization, and estate tax returns, as well as special studies of gains or losses from sales of capital assets by individuals and the international taxation program, which support policy research and revenue estimation needs at Treasury's Office of Tax Analysis. This year, the SOI budget increase will support the acquisition and installation of hardware providing the capability to load SOI population files online for longitudinal analysis of individual and corporate tax returns; hardware to support statistical processing of electronically-filed returns; and enhancements to SOI's imaging programs for use in IRS operating divisions to reduce time required to complete tax audits of large corporations. The budget increase also reflects SOI's ongoing effort to expand the amount of data available for dissemination through the IRS Internet homepage.

Under section 6108 of the Internal Revenue Code, SOI augments its budget with monies it receives from outside sources for statistical assistance. Monies received through these efforts in FY 2005 were \$1.8 million, with another \$1.8 million in FY 2006. Outside funding received from the Department of Commerce for the Bureau of Economic Analysis (BEA) accounts for about two-thirds of SOI's reimbursable funding



and partially funds the annual partnership and nonfarm sole proprietorship programs.

Aside from agency funding, SOI continues to undertake small reimbursable projects for private organizations and individuals. These include producing individual public-use data; tabulations of individual income, corporations, partnerships, exempt organizations, and international income and taxes; and measures of population mobility by county and State based on personal exemptions reported on income tax returns and year-to-year changes in the tax return mailing address.

As always, SOI accounts for a small portion of the IRS budget, less than 0.5 percent for FY2006. SOI also accounts for only a small fraction of the total statistical budget of the Federal Government. According to the Office of Management and Budget (OMB) report, *Statistical Programs of the United States Government, Fiscal Year 2006*, Federal agency statistical budgets (that amount to \$500,000 or more) totaled \$5,366.0 million in FY 2006. This includes the \$37.1-million original budget request amount reported for SOI.

By comparison, the budgets of three organizations alone—the Bureau of the Census, the Bureau of Labor Statistics, and the National Institutes of Health—accounted for about \$2,282.5 million, or 42.5 percent, of the total cost of all Federal statistical programs in FY 2006. All these figures are based on mostly comparable reports filed with OMB by the various agencies.

### Upcoming Features

The following articles or data releases are tentatively planned for inclusion in the Summer 2006 issue of the *Statistics of Income Bulletin* scheduled to be published in August 2006:

- ❖ Sole Proprietorships, 2004;
- ❖ Foreign-Controlled Domestic Corporations, 2003;
- ❖ U. S. Possessions, 2003-2004;
- ❖ Utilization of Special Estate Tax Provisions for Family-Owned Farms and Closely Held Businesses; and
- ❖ Statistics of Income Studies of International Income and Taxes.

# High-Income Tax Returns for 2003

by Brian Balkovic

**T**he Tax Reform Act of 1976 requires annual publication of data on individual income tax returns reporting income of \$200,000 or more, including the number of such returns reporting no income tax liability and the importance of various tax provisions in making these returns nontaxable [1]. This article presents detailed data for the 2.5 million high-income returns for 2003, as well as summary data for the period 1977 to 2002. Detailed data for the years 1974 through 2002 have been published previously [2].

Two income concepts are used in this article to classify tax returns as high-income: the statutory concept of adjusted gross income (AGI) and the expanded income concept [3]. Expanded income uses items reported on tax returns to obtain a more comprehensive measure of income than AGI. Specifically, expanded income is AGI *plus* tax-exempt interest, nontaxable Social Security benefits, the foreign-earned income exclusion, and items of “tax preference” for “alternative minimum tax” purposes; *less* unreimbursed employee business expenses, moving expenses, investment interest expense to the extent it does not exceed investment income, and miscellaneous itemized deductions not subject to the 2-percent-of-AGI floor [4, 5, 5A]. Note that, although expanded income is a more comprehensive measure of income than AGI, for some taxpayers, the subtractions from AGI to arrive at expanded income exceed the additions, with the result that expanded income is less than AGI.

## Number of High-Income Returns

Figure A and Table 1 show that, for 2003, there were 2,536,439 individual income tax returns reporting AGI of \$200,000 or more, and 2,573,133 returns with expanded income of \$200,000 or more. These returns represented 1.945 percent and 1.973 percent, respectively, of all returns for 2003.

From 1977 to 2000, the numbers of returns reporting incomes of \$200,000 or more increased each year, and each year those high-income returns were a larger share of all tax returns. However, for 2001 and 2002, both the number of high-income returns and their percentage of all returns decreased. For

2003, both the numbers of high-income returns and their share of all returns increased slightly, but by all measures were still lower than in 2001.

The difference in the number of high-income returns between the two income concepts significantly decreased beginning with 1987, when AGI began to include 100 percent of long-term capital gains. That change in the definition of AGI made AGI and expanded income concepts more comparable. In addition, as a result of the inclusion of tax-exempt interest in expanded income starting with 1987, expanded income for years after 1986 is not strictly comparable to expanded income for years before 1987.

In the top panel of Figure A, the \$200,000 threshold for high-income returns is measured in current-year (nominal) dollars. As a result of inflation, the real (constant) dollar level of the threshold fell over time, and some returns are classified as high-income that would not have been classified as high-income for earlier years. To maintain the comparability of the real threshold over time, the nominal \$200,000 threshold has been adjusted for inflation to 1976 constant dollars for all years, and the number of high-income tax returns has been recomputed in the lower panel of Figure A [6].

When measured in 1976 constant dollars, under the expanded income concept, the total number of high-income returns for 2003 was only 6.2 times the number for 1977, whereas the number of high-income returns for 2003 measured in current-year dollars was 38.1 times as large as for 1977. Since 1977, the percentage of returns with expanded income of \$200,000 or more in current dollars increased every year except 2001 and 2002. The share of high expanded-income returns in 1976 constant dollars decreased from 2000 to 2002 and then showed a slight increase in 2003. For 2003, the share of high-expanded income returns in constant dollars was 0.281 percent, an increase from 0.274 percent, in 2002, but below a peak of 0.381 percent in 2000. Figure B shows the difference between the constant and current dollar shares of high expanded-income returns.

Based on AGI, the number of high-income returns for 2003 measured in current-year dollars was 47.5 times as large as for 1977, whereas, measured in 1976 constant dollars, the number of returns for 2003 was only 7.8 times the number for 1977. For Tax Year 2003, the share of high AGI income re-

*Brian Balkovic is an economist with the Individual Returns Analysis Section. This article was prepared under the direction of Jeff Hartzok, Chief.*

# High-Income Tax Returns for 2003

**Figure A**

## All Returns and Returns with Income of \$200,000 or More Measured in Current Dollars and in 1976 Constant Dollars, by Income Concept, Tax Years 1977-2003

Tax year	All returns	\$200,000 income threshold measured in current dollars			
		Number of returns by income concept		Percentage of all returns by income concept	
		Adjusted gross income	Expanded income	Adjusted gross income	Expanded income
	(1)	(2)	(3)	(4)	(5)
1977.....	86,634,640	53,403	67,580	0.060	0.076
1978.....	89,771,551	68,506	85,137	0.076	0.095
1979.....	92,694,302	93,731	122,231	0.101	0.132
1980.....	93,902,459	117,250	149,826	0.125	0.160
1981.....	95,396,123	138,136	175,092	0.143	0.182
1982.....	95,337,432	169,367	207,291	0.178	0.217
1983.....	96,321,310	198,608	249,319	0.206	0.259
1984.....	99,438,708	243,760	310,042	0.245	0.312
1985.....	101,660,287	296,507	370,340	0.292	0.364
1986.....	103,045,170	374,363	529,460	0.363	0.514
1987.....	106,996,270	539,967	557,848	0.505	0.521
1988.....	109,708,280	725,345	737,659	0.661	0.672
1989.....	112,135,673	786,063	814,152	0.701	0.726
1990.....	113,717,138	834,957	860,940	0.734	0.757
1991.....	114,730,123	846,707	892,178	0.738	0.778
1992.....	113,604,503	954,747	989,522	0.840	0.871
1993.....	114,601,819	993,326	1,043,213	0.867	0.910
1994.....	115,943,131	1,109,498	1,153,829	0.957	0.995
1995.....	118,218,327	1,272,508	1,319,382	1.076	1.116
1996.....	120,351,208	1,523,407	1,572,114	1.266	1.306
1997.....	122,421,991	1,807,900	1,854,031	1.477	1.514
1998.....	124,770,662	2,085,211	2,132,301	1.671	1.709
1999.....	127,075,145	2,429,942	2,479,556	1.912	1.951
2000.....	129,373,500	2,771,577	2,807,804	2.142	2.170
2001.....	130,255,237	2,567,220	2,605,021	1.971	2.000
2002.....	130,076,443	2,414,128	2,464,515	1.856	1.895
2003.....	130,423,626	2,536,439	2,573,133	1.945	1.973

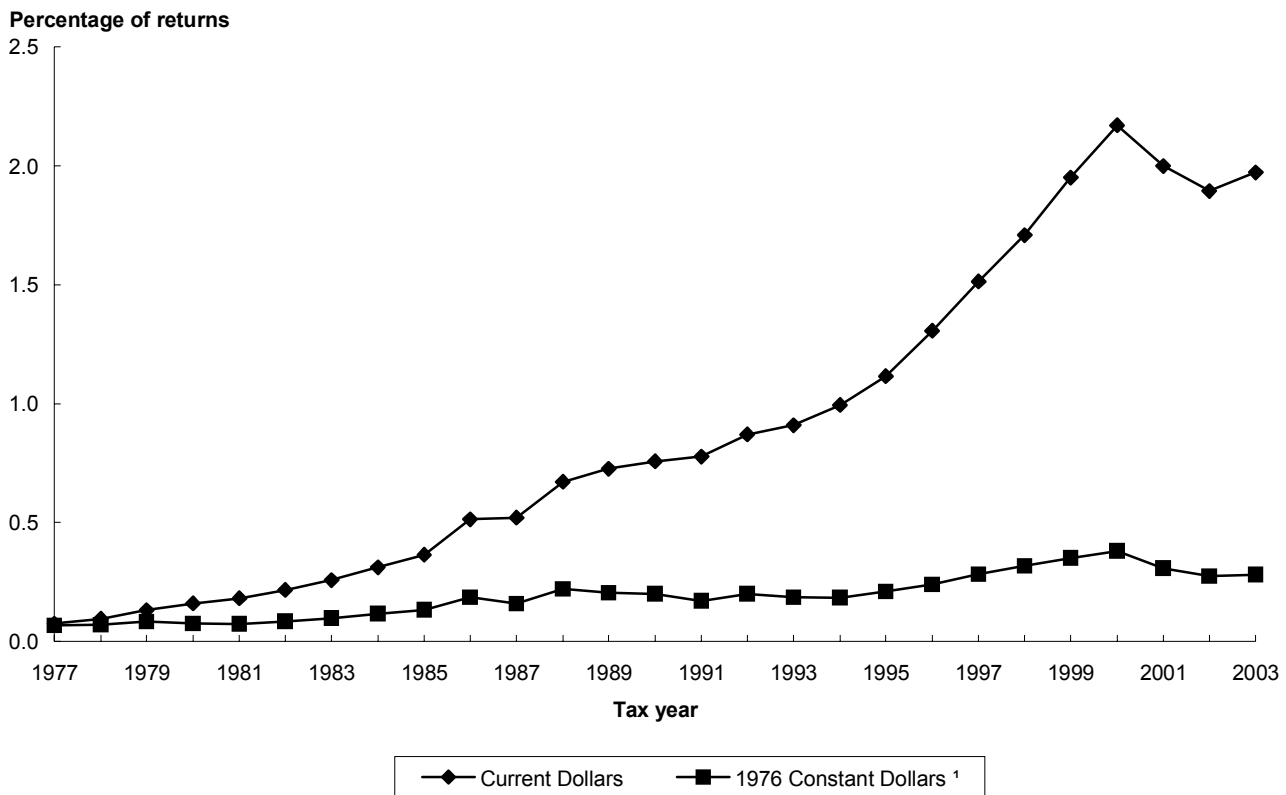
  

Tax year	Current dollar income threshold equal to \$200,000 in 1976 constant dollars (whole dollars)	\$200,000 income threshold measured in 1976 constant dollars <sup>1</sup>			
		Number of returns by income concept		Percentage of all returns by income concept	
		Adjusted gross income	Expanded income	Adjusted gross income	Expanded income
	(6)	(7)	(8)	(9)	(10)
1977.....	213,005	45,931	58,991	0.053	0.068
1978.....	229,174	49,388	62,556	0.055	0.070
1979.....	255,184	55,542	76,479	0.060	0.083
1980.....	289,631	52,512	71,704	0.056	0.076
1981.....	319,508	50,880	71,146	0.053	0.075
1982.....	339,192	59,411	81,297	0.062	0.085
1983.....	350,088	67,310	93,977	0.070	0.098
1984.....	365,202	80,800	116,389	0.081	0.117
1985.....	378,207	95,740	134,715	0.094	0.133
1986.....	385,237	119,550	191,596	0.116	0.186
1987.....	399,297	161,408	169,942	0.151	0.159
1988.....	415,817	235,051	241,201	0.214	0.220
1989.....	435,852	217,685	228,530	0.194	0.204
1990.....	459,400	216,716	228,659	0.191	0.201
1991.....	478,735	183,442	195,743	0.160	0.171
1992.....	493,146	213,783	227,354	0.188	0.200
1993.....	507,909	201,236	212,853	0.176	0.186
1994.....	520,914	204,532	214,673	0.176	0.185
1995.....	535,677	237,770	248,077	0.201	0.210
1996.....	551,494	278,342	288,194	0.231	0.239
1997.....	564,148	335,040	345,869	0.274	0.283
1998.....	572,934	385,183	396,207	0.309	0.318
1999.....	585,589	436,118	446,583	0.343	0.351
2000.....	605,272	482,396	492,589	0.373	0.381
2001.....	622,495	391,901	400,906	0.301	0.308
2002.....	632,337	345,892	356,402	0.266	0.274
2003.....	646,749	356,727	367,012	0.274	0.281

<sup>1</sup> 1976 constant dollars were calculated using the U.S. Bureau of Labor Statistics' consumer price index for urban consumers. See footnote 6 of this article for further details.

**Figure B**

**Returns with Expanded Income of \$200,000 or More: Percentage of All Returns Measured in Current and 1976 Constant Dollars, Tax Years 1977-2003**



<sup>1</sup> 1976 constant dollars were calculated using the U.S. Bureau of Labor Statistics' consumer price index for urban consumers. See footnote 6 of this article for further details.

turns in constant dollars increased to 0.274 percent from 0.266 percent in 2002.

## Nontaxable High-Income Returns

Two tax concepts are used in this article to classify tax returns as taxable or nontaxable. The first concept, "U.S. income tax," is total Federal income tax liability (including the "alternative minimum tax" (AMT)), less all credits against income tax. Since the U.S. income tax applies to worldwide income and since a credit (subject to certain limits) is allowed against U.S. income tax for income taxes paid to foreign governments, a return could be classified as nontaxable under this first concept even though income taxes had been paid to a foreign government. The second tax concept, "worldwide income tax," addresses this circumstance by adding to U.S. income

tax the allowed foreign tax credit and foreign taxes paid on excluded foreign-earned income [7, 8].

For 2003, of the 2,536,439 income tax returns with AGI of \$200,000 or more, 2,824 (0.111 percent) showed no U.S. income tax liability; and 2,416 (0.095 percent) showed no worldwide income tax liability (the top panel of Figure C). For 2002, of the 2,414,128 returns with AGI of \$200,000 and over, 2,959 returns (0.123 percent) had no U.S. income tax liability, and 2,551 returns (0.106 percent) had no worldwide income tax liability.

For 2003, of the 2,573,133 tax returns with expanded income of \$200,000 or more, 5,839 (0.227 percent) had no U.S. income tax liability; and 4,934 (0.192 percent) had no worldwide income tax liability. For 2002, of the 2,464,515 returns with expanded income of \$200,000 or more, there were 5,650 (0.229

# High-Income Tax Returns for 2003

**Figure C**

## Nontaxable Returns with Income of \$200,000 or More Measured in Current Dollars and in 1976 Constant Dollars, by Tax and Income Concept, Tax Years 1977-2003

Tax year	\$200,000 income threshold measured in current dollars							
	Number of nontaxable returns with income of \$200,000 or more				Percentage of all returns with income of \$200,000 or more			
	Returns with no U.S. income tax, by income concept		Returns with no worldwide income tax, by income concept		Returns with no U.S. income tax, by income concept		Returns with no worldwide income tax, by income concept	
	Adjusted gross income	Expanded income	Adjusted gross income	Expanded income	Adjusted gross income	Expanded income	Adjusted gross income	Expanded income
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1977.....	60	85	37	64	0.112	0.126	0.069	0.095
1978.....	98	105	60	67	0.143	0.123	0.088	0.079
1979.....	70	114	28	64	0.075	0.093	0.030	0.052
1980.....	143	198	56	114	0.122	0.132	0.048	0.076
1981.....	226	304	79	114	0.164	0.174	0.057	0.065
1982.....	262	299	109	153	0.155	0.144	0.064	0.074
1983.....	447	579	321	437	0.225	0.232	0.162	0.175
1984.....	532	325	471	271	0.218	0.105	0.193	0.087
1985.....	612	613	442	454	0.206	0.166	0.149	0.123
1986.....	659	595	437	379	0.176	0.112	0.117	0.072
1987.....	857	472	740	364	0.159	0.085	0.137	0.065
1988.....	822	397	731	309	0.113	0.054	0.101	0.042
1989.....	1,081	779	987	691	0.138	0.096	0.126	0.085
1990.....	1,219	1,183	1,114	1,087	0.146	0.137	0.133	0.126
1991.....	1,253	1,933	1,131	1,740	0.148	0.217	0.134	0.195
1992.....	909	1,896	823	1,799	0.095	0.192	0.086	0.182
1993.....	1,022	2,392	932	1,950	0.103	0.229	0.094	0.187
1994.....	1,137	2,574	1,061	2,161	0.102	0.223	0.096	0.187
1995.....	998	2,676	896	1,746	0.078	0.203	0.070	0.132
1996.....	1,044	1,820	950	1,660	0.069	0.116	0.062	0.106
1997.....	1,189	1,814	1,048	1,562	0.066	0.098	0.058	0.084
1998.....	1,467	2,224	1,283	1,914	0.070	0.104	0.062	0.090
1999.....	1,605	2,525	1,398	2,174	0.067	0.102	0.058	0.088
2000.....	2,328	2,766	2,022	2,320	0.084	0.099	0.073	0.083
2001.....	3,385	4,910	2,875	4,119	0.132	0.188	0.112	0.158
2002.....	2,959	5,650	2,551	4,922	0.123	0.229	0.106	0.200
2003.....	2,824	5,839	2,416	4,934	0.111	0.227	0.095	0.192

Tax year	\$200,000 income threshold measured in 1976 constant dollars <sup>1</sup>							
	Number of nontaxable returns with income of \$200,000 or more				Percentage of all returns with income of \$200,000 or more			
	Returns with no U.S. income tax, by income concept		Returns with no worldwide income tax, by income concept		Returns with no U.S. income tax, by income concept		Returns with no worldwide income tax, by income concept	
	Adjusted gross income	Expanded income	Adjusted gross income	Expanded income	Adjusted gross income	Expanded income	Adjusted gross income	Expanded income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
1977.....	54	75	32	56	0.118	0.127	0.070	0.095
1978.....	62	70	31	39	0.126	0.112	0.063	0.062
1979.....	38	71	15	39	0.068	0.093	0.027	0.051
1980.....	56	71	22	39	0.107	0.099	0.042	0.054
1981.....	53	87	21	55	0.104	0.122	0.041	0.077
1982.....	58	68	27	36	0.098	0.084	0.045	0.044
1983.....	138	135	113	108	0.205	0.144	0.168	0.115
1984.....	170	78	160	66	0.210	0.067	0.198	0.057
1985.....	190	155	137	99	0.198	0.115	0.143	0.073
1986.....	201	189	138	120	0.168	0.099	0.115	0.063
1987.....	312	126	271	85	0.193	0.074	0.168	0.050
1988.....	277	141	251	116	0.118	0.058	0.107	0.048
1989.....	293	128	269	106	0.135	0.056	0.124	0.046
1990.....	339	169	307	137	0.156	0.074	0.142	0.060
1991.....	301	305	273	277	0.164	0.156	0.149	0.142
1992.....	171	288	148	264	0.080	0.127	0.069	0.116
1993.....	180	323	160	300	0.089	0.152	0.080	0.141
1994.....	227	345	209	329	0.113	0.161	0.104	0.153
1995.....	202	281	174	252	0.085	0.113	0.073	0.102
1996.....	236	275	213	254	0.085	0.095	0.077	0.088
1997.....	256	247	222	214	0.076	0.071	0.066	0.062
1998.....	290	289	251	253	0.075	0.073	0.065	0.064
1999.....	351	343	296	293	0.082	0.077	0.069	0.066
2000.....	464	365	390	290	0.096	0.074	0.081	0.059
2001.....	694	648	567	519	0.177	0.162	0.145	0.129
2002.....	520	616	437	530	0.150	0.173	0.126	0.149
2003.....	407	567	339	485	0.114	0.154	0.095	0.132

<sup>1</sup> 1976 constant dollars were calculated using the U.S. Bureau of Labor Statistics' consumer price index for urban consumers. See footnote 6 of this article for further details.

NOTE: See Figure H for the derivation of U.S. income tax and worldwide income tax.

## High-Income Tax Returns for 2003

percent) with no U.S. income tax liability and 4,922 (0.200 percent) with no worldwide income tax liability.

Thus, whether measured by absence of U.S. income tax or absence of worldwide income tax, or by AGI or expanded income, the proportion of nontaxable high-expanded income returns decreased slightly between 2002 and 2003.

Regardless of the income measure (AGI or expanded income) or the tax concept (U.S. income tax or worldwide income tax) used, the numbers of 2003 nontaxable, high-income returns in 1976 constant dollars were much lower than the numbers in current dollars. The percentages of nontaxable returns, however, are not substantially different regardless of whether measured in constant or current dollars. Of returns with AGI of \$200,000 or more in current dollars, 0.111 percent reported no U.S. income tax for 2003; and 0.095 percent had no

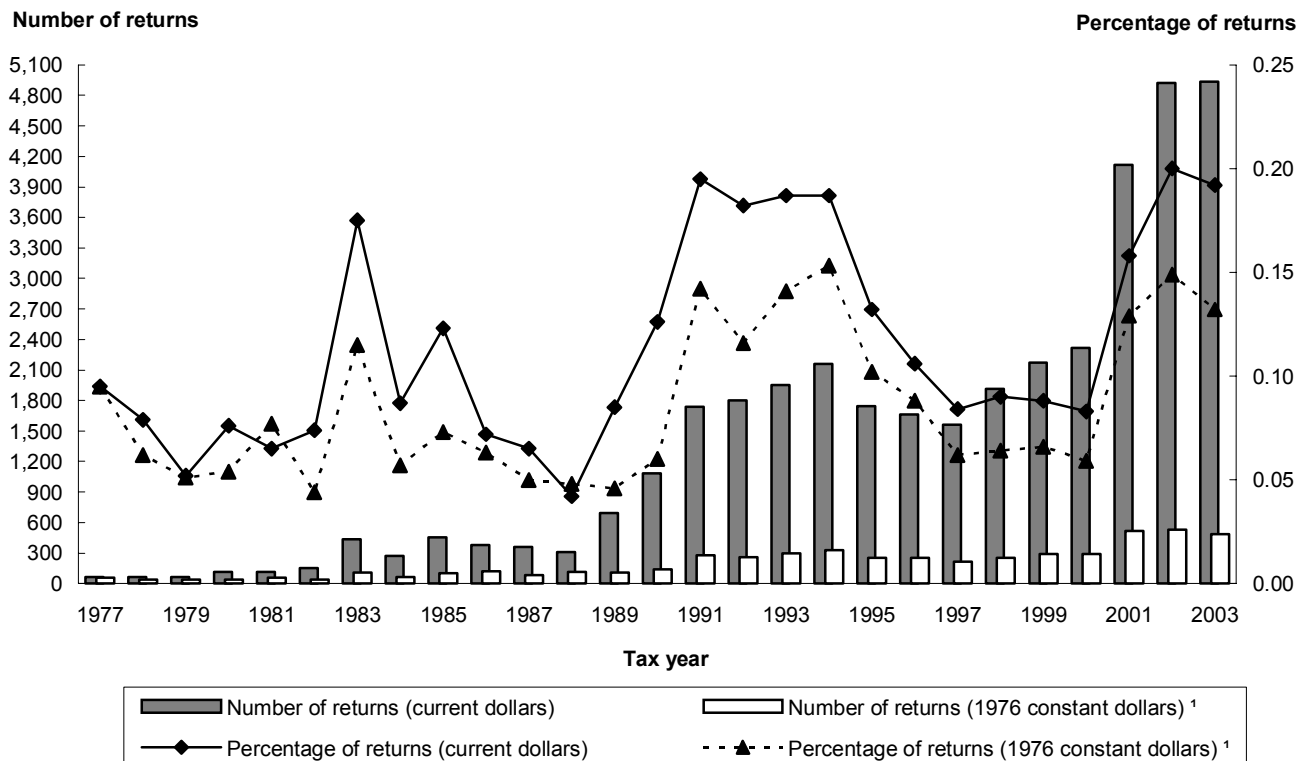
worldwide income tax. For returns in 1976 constant dollars, the percentage without U.S. income tax liability was 0.114; the percentage without worldwide income tax liability was 0.095 (see the lower panel of Figure C).

Of returns with expanded income of \$200,000 or more in current dollars, 0.227 percent reported no U.S. income tax for 2003, and 0.192 percent had no worldwide income tax. When looking at these returns using 1976 constant dollars, the percentage without U.S. income tax liability was 0.154; the percentage without worldwide income tax liability was 0.132.

Figure D shows the number of returns with no worldwide income tax and with expanded income of \$200,000 or more and their proportion of all high-expanded income returns for 1977 through 2003. These data are shown in both current-year and 1976

**Figure D**

### Number and Percentage of Returns with No Worldwide Income Tax and with Expanded Income of \$200,000 or More, Tax Years 1977-2003



<sup>1</sup> 1976 constant dollars were calculated using the U.S. Bureau of Labor Statistics' consumer price index for urban consumers. See footnote 6 of this article for further details.

NOTE: See Figure H for the derivation of worldwide income tax.

## High-Income Tax Returns for 2003

constant dollars. In this figure, the spread between the two percentage lines was small for the late 1970's, showed an increase for the early 1980's, and then narrowed before widening again after 1988. The spread generally narrowed after 1993 but has increased for 2002 and 2003.

Note that, because the number of nontaxable returns with expanded income of \$200,000 or more is based on samples, year-to-year differences in the numbers and percentages of nontaxable returns with expanded income of \$200,000 or more may represent sampling variability, in addition to actual changes in the numbers of such returns. Beginning with Tax Year 1991, nontaxable returns with expanded income of \$200,000 or more were sampled at higher rates for Statistics of Income, which reduced the sampling variability of these returns and therefore provided improved estimates. Thus, the data for returns prior to 1991 are not entirely comparable with data for more recent years.

### Detailed Data for 2003

Tables 1 through 12 present data based on income tax returns for 2003, mainly those with income of \$200,000 or more (measured in current-year dollars) of AGI or expanded income. Most of the data are shown for taxable and nontaxable returns, both separately and combined. In summary, the tables show:

- ☐ The numbers of returns under the two tax concepts, cross-classified by broad AGI and expanded income-size classes (Tables 1 and 2 for 2003 current dollar income classes and Table 1 and 2 for 1976 constant dollar income classes).
- ☐ The distributions of taxable income as a percentage of AGI and expanded income (Tables 3 and 4).
- ☐ The frequencies and amounts of various sources of income, exclusions, deductions, taxes, and tax credits, as well as the relationship between the two income concepts (Tables 5 and 6).
- ☐ The frequencies with which various deductions and tax credits are the most important

and second most important items in reducing (or eliminating) income tax (Tables 7 and 8).

- ☐ The frequencies with which various itemized deductions, tax credits, and tax preference items occur as certain percentages of income (Tables 9 and 10).
- ☐ The distributions of effective tax rates, i.e., income tax under each definition as a percentage of income, by broad income-size classes (Tables 11 and 12).

Tables 1,3,5,7,9, and 11 use the U.S. income tax concept to classify returns as taxable or nontaxable, whereas Tables 2, 4, 6, 8, 10, and 12 use the world-wide income tax concept.

### Size of Income

Tables 1 and 2 show the number of all returns, taxable returns, and nontaxable returns, cross-classified by broad AGI and expanded income-size classes. The tables show that most returns fall in the same broad income-size class under both income concepts, but that the number of nontaxable returns is greater in each income class over \$50,000 when income is measured by economic income rather than by AGI. Table 1 shows that 2,824 returns with no U.S. income tax had an AGI of \$200,000 or more; and 5,839 returns with no U.S. income tax had an expanded income of \$200,000 or more.

### Distribution of Tax Levels

Tables 3 and 4 show the distributions of high-income returns by the ratios of "adjusted" taxable income to AGI or expanded income. Taxable income has been adjusted for these tables by subtracting from taxable income the deduction equivalents of tax credits and other items [9]. Thus, the tables show the extent to which AGI or expanded income, respectively, are reduced before taxes are imposed on the remaining income. The tables also illustrate three important facts about high-income tax returns. (The examples in the paragraphs below are drawn from the "expanded income" columns in Table 4.)

- Fact 1: As already described, only a small portion of high-income taxpayers were able to escape all income taxes (0.2 percent).

## High-Income Tax Returns for 2003

- Fact 2: Another group of high-income taxpayers--small, but larger than the nontaxable group--was able to offset a very substantial fraction of its income before being subject to tax. This type of high-income taxpayer pays income tax equal to only a small share of his or her income. Such taxpayers may be called “nearly nontaxables.” (Around 0.9 percent of high expanded-income taxpayers who reported at least some worldwide tax liability were able to reduce their taxable incomes to less than 25 percent of their expanded incomes.)
- Fact 3: Overall, a large portion of high-income taxpayers were subject to tax on a large share of their income and, consequently, reported very substantial amounts of tax. (66.4 percent of high-expanded income taxpayers had taxable income equal to 80 percent or more of expanded income; and 95.5 percent had taxable income equal to 50 percent or more of expanded income.)

Tables 11 and 12 show the distributions of tax returns in another way: by tax burden. These two tables classify all tax returns by both size of income and effective tax rate, i.e., income tax as a percentage of either adjusted gross income or expanded income. These tables show that, on average, high-income taxpayers did have higher effective tax rates. The tables also illustrate the wide dispersion of effective tax rates for high-income returns. For example, Table 12 shows that, while 3.2 percent of returns with expanded income of \$200,000 or more had either no worldwide income tax or worldwide income tax of less than 10 percent of expanded income, 26.0 percent had effective tax rates of 25 percent or more. In addition, 36.6 percent had effective tax rates between 20 percent and 25 percent.

### Characteristics of Tax Returns

Tables 5 and 6 show, in the aggregate, the frequencies and amounts of the types of income, the items of tax preference, and the various deductions, credits, and income taxes shown on high-income returns. By comparing the columns for nontaxable returns with those for taxable returns, some of the different characteristics of nontaxable returns can be deduced.

For example, nontaxable returns under the expanded-income concept, were much more likely to have tax-exempt interest than were taxable returns, and, when they did have it, the average amount was much higher. Similarly, nontaxable returns were much less likely to have any income from salaries and wages.

### Reasons for Nontaxability

It is possible for certain itemized deductions and certain exclusions from income to cause nontaxability by themselves, but high-income returns are more often nontaxable as a result of a combination of reasons, none of which, by itself, would result in nontaxability. Moreover, some items, which singly or in combination may eliminate “regular tax” liability, i.e., income tax excluding the alternative minimum tax (AMT), cannot eliminate an AMT liability, since these items give rise to adjustments or preferences for AMT purposes.

Because they do not generate AMT adjustments or preferences, tax-exempt bond interest, itemized deductions for interest expense, miscellaneous itemized deductions not subject to the 2-percent-of-AGI floor, casualty or theft losses, and medical expenses (exceeding 10 percent of AGI) could, by themselves, produce nontaxability [10].

Due to the AMT exemption of \$58,000 on joint returns (\$40,250 on single and head-of-household returns and \$29,000 on returns of married taxpayers filing separately), a return could have been nontaxable, even though it included some items that produced AMT adjustments or preferences [11]. Further, since the starting point for “alternative minimum taxable income” was taxable income for regular tax purposes, a taxpayer could have adjustments and preferences exceeding the AMT exclusion without incurring AMT liability. This situation could occur if taxable income for regular tax purposes was sufficiently negative, due to itemized deductions and personal exemptions exceeding AGI, so that the taxpayer’s AMT adjustments and preferences are less than the sum of the AMT exclusion and the amount by which regular taxable income is below zero. Note that, because of the AMT, taxpayers may have found it beneficial to report additional deduction items on their tax returns, even if the items did not produce a benefit for regular tax purposes.

Tables 7 and 8 classify tax returns by the items that had the largest and second largest effects in

## High-Income Tax Returns for 2003

reducing or eliminating income tax. For returns on which each of the largest effects was identified, the tables show each of the second largest effects [12]. For example, Table 7 shows that on taxable returns with some U.S. income tax and expanded income of \$200,000 or more, the taxes paid deduction was the most important item 52.2 percent of the time. Where this was the primary item, the interest paid deduction was the second most important item 60.7 percent of the time, and the charitable contributions deduction was the second most important item 26.9 percent of the time.

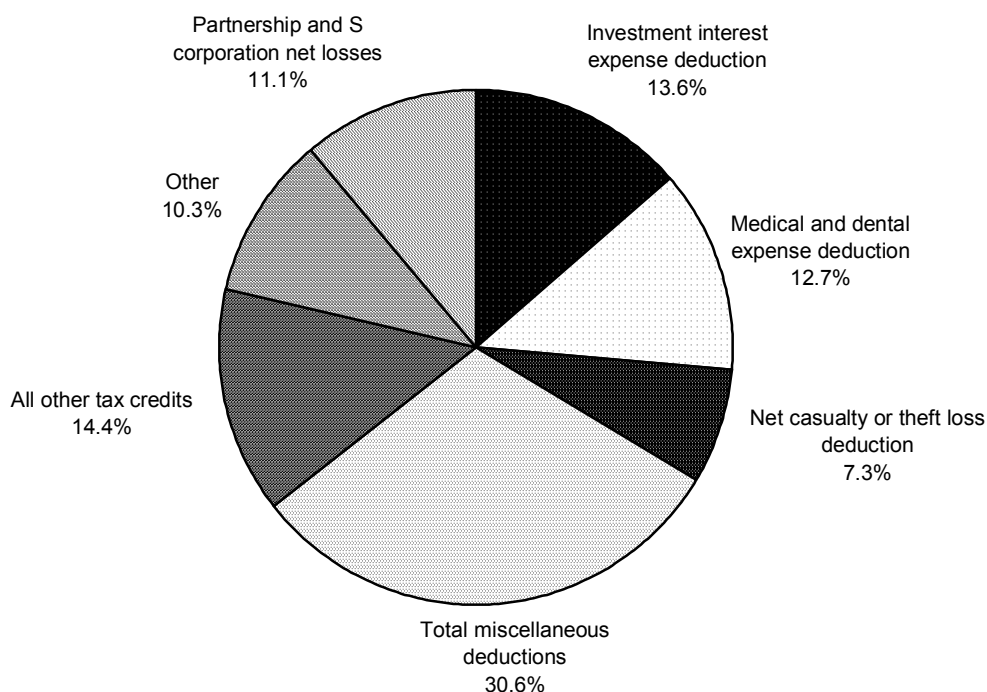
Table 8 shows that on returns without any worldwide tax and expanded income of \$200,000 or more, the most important item in eliminating tax, on 64.6 percent of returns, was the exclusion for State and local government interest ("tax-exempt interest"). For these returns, the itemized deduction for taxes paid was the second most important item 24.7 percent of the time, and the deduction for medical and dental expenses was the second most important item 20.3 percent of the time.

The four categories with the largest effect in reducing taxes on high adjusted-gross-income returns with no worldwide income tax were the total miscellaneous deductions (740 returns, or 30.6 percent of the 2,416 tabulated returns with AGI of \$200,000 or more and with no worldwide tax liability); "all other" tax credits [13] (347 returns, or 14.4 percent); investment interest expense deduction (329 returns, or 13.6 percent); and medical and dental expense deduction (308 returns, or 12.7 percent). These effects are also shown graphically in Figure E.

The four categories with the largest effect in reducing taxes for high expanded-income returns with no worldwide income tax were tax-exempt interest (3,187 returns, or 64.6 percent of the 4,934 tabulated returns with expanded income of \$200,000 or more and with no worldwide tax liability); medical and dental expense deductions (589 returns, or 11.9 percent); "all other" tax credits (348 returns, or 7.1 percent); and Partnership and S corporation net losses (282 returns, or 5.7 percent). These effects are also shown graphically in Figure F.

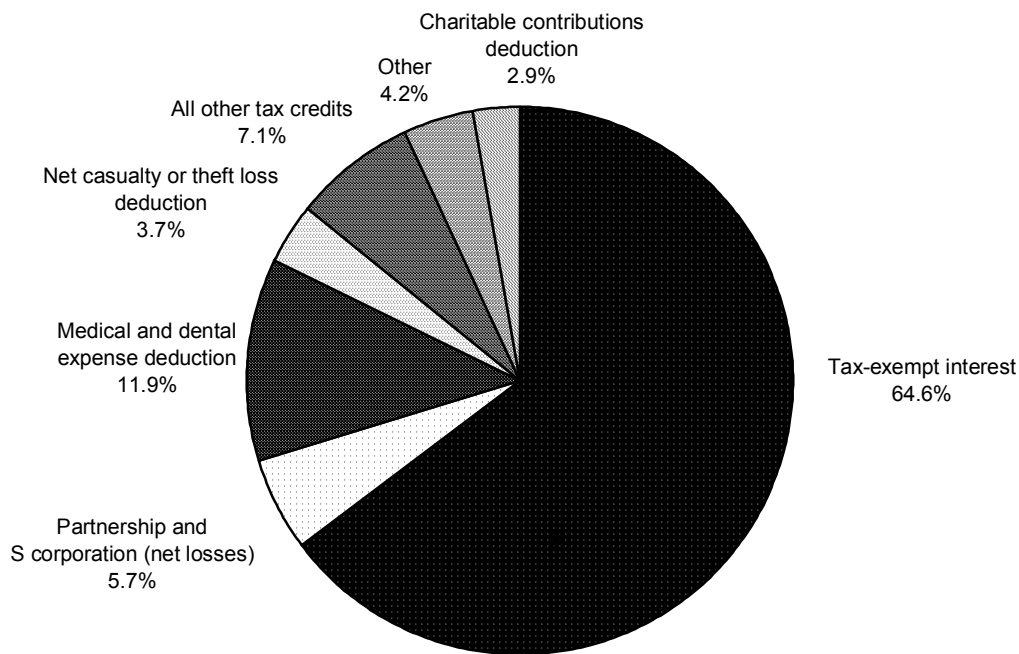
**Figure E**

### Returns with No Worldwide Income Tax and with Adjusted Gross Income of \$200,000 or More: Primary Reasons for Reduced Income Tax Liabilities, Tax Year 2003



**Figure F**

**Returns with No Worldwide Income Tax and with Expanded Income of \$200,000 or More: Primary Reasons for Reduced Income Tax Liabilities, Tax Year 2003**



NOTE: Percentages do not add to totals because of rounding.

Table 8 also shows the two items that most frequently had the second largest effect in reducing regular tax liability for high expanded-income returns with no worldwide tax. These were the deduction for taxes paid (1,073 returns, or 21.7 percent) and the deduction for medical and dental expense deduction (683 returns, or 13.8 percent).

Tables 9 and 10 present another way of illustrating the importance of various tax provisions in reducing or eliminating income tax. Unlike Tables 7 and 8, these tables cover only nontaxable returns, i.e., returns showing no income tax liability. Tables 9 and 10 show the number of times that various items reduced income by different percentages of income. The items shown are the various categories of itemized deductions, the deduction equivalents of two different types of tax credits, and total tax preferences excluded from income. For example, for high expanded-income returns with no worldwide income tax (Table 10), the itemized deduction for casualty or theft losses exceeded 100 percent of expanded

income on 124 of the 4,934 returns, but there was no casualty or theft loss deduction on 4,726 returns.

## Notes and References

- [1] The statutory requirement is contained in section 2123 of the Tax Reform Act of 1976 (90 Stat. at 1915).
- [2] Lerman, Allen H., "High-Income Tax Returns: 1974 and 1975, A Report on High-Income Taxpayers Emphasizing Tax Returns with Little or No Tax Liability," U.S. Department of Treasury, Office of Tax Analysis, March 1977, and "High-Income Tax Returns: 1975 and 1976, A Report Emphasizing Nontaxable and Nearly Nontaxable Income Tax Returns," U.S. Department of Treasury, Office of Tax Analysis, August 1978.

U.S. Department of Treasury, Internal Revenue Service, *Statistics of Income--Individual Income Tax Returns* for 1977 through 1982 and 1985 through 1988. (For 1977 and 1978, only

## High-Income Tax Returns for 2003

the number of nontaxable, high-AGI returns was published.)

Lerman, Allen H., "High-Income Tax Returns, 1983," *Statistics of Income Bulletin*, Spring 1986, Volume 5, Number 4, pp. 31-61; "High-Income Tax Returns, 1984," *Statistics of Income Bulletin*, Spring 1987, Volume 6, Number 4, pp. 1-29; "High-Income Tax Returns for 1989," *Statistics of Income Bulletin*, Spring 1993, Volume 12, Number 4, pp. 23-50; "High-Income Tax Returns for 1990," *Statistics of Income Bulletin*, Winter 1993-1994, Volume 13, Number 3, pp. 104-132; "High-Income Tax Returns for 1991," *Statistics of Income Bulletin*, Winter 1994-1995, Volume 14, Number 3, pp. 96-130; and High-Income Tax Returns for 1992, *Statistics of Income Bulletin*, Winter 1995-1996, Volume 15, Number 3, pp. 46-82;

Latzy, John, High-Income Tax Returns for 1993, *Statistics of Income Bulletin*, Winter 1996-1997, Volume 16, Number 3, pp. 64-101; and "High-Income Tax Returns, 1994," *Statistics of Income Bulletin*, Winter 1997-1998, Volume 17, Number 3, pp. 31-69;

Cruciano, Therese, "High-Income Tax Returns for 1995," *Statistics of Income Bulletin*, Summer 1998, Volume 18, Number 1, pp. 69-108; "High-Income Tax Returns for 1996," *Statistics of Income Bulletin*, Winter 1998-1999, Volume 18, Number 3, pp. 7-59.

Parisi, Michael, "High-Income Tax Returns for 1997," *Statistics of Income Bulletin*, Winter 1999-2000, Volume 19, Number 3, pp. 6-58.

Balkovic, Brian, "High-Income Tax Returns for 1998," *Statistics of Income Bulletin*, Winter 2000-2001, Volume 20, Number 3, pp. 5-57; "High-Income Tax Returns for 1999," *Statistics of Income Bulletin*, Spring 2002, Volume 21, Number 4, pp. 7-58; "High-Income Tax Returns for 2000," *Statistics of Income Bulletin*, Spring 2003, Volume 22, Number 4, pp. 10-62; "High-Income Tax Returns for 2001," *Statistics of Income Bulletin*, Summer 2004, Volume 24, Number 1, pp. 65-117, "High-Income Tax Returns for 2002," *Statistics of Income Bulletin*,

Spring 2005, Volume 24, Number 4, pp. 6-58.

- [3] The 1976 Act specified four income concepts for classifying tax returns: adjusted gross income (AGI), expanded income, AGI plus excluded tax preference items, and AGI less investment interest expense not in excess of investment income. Section 441 of the Deficit Reduction Act of 1984 (98 Stat. at 815) eliminated the requirement to use the last two income concepts.
- [4] The definition of adjustments to AGI to obtain the expanded income given in the text is for the current year. See Appendix A for a discussion of AGI and expanded income and a list of adjustments covering all years since 1977.
- [5] See Notes to Appendix A, Note A4.
- [5A] Tax-exempt interest had to be reported on the individual income tax return starting with Tax Year 1987 and is included in expanded income starting with that year. Beginning with Tax Year 1991, tax-exempt interest was incorporated into the criteria used for sampling returns for Statistics of Income, thus increasing the reliability of the estimates of expanded income.
- [6] Inflation-adjusted constant dollars are based on the Consumer Price Index (CPI-U) computed and reported by the U.S. Department of Labor, Bureau of Labor Statistics, *Monthly Labor Review*. The consumer price index represents annual averages of monthly indices and approximates buying patterns of typical urban consumers.
- [7] See Appendix B for a discussion of the tax concepts. In data published for years prior to 1989, either in articles presented in the *Statistics of Income Bulletin* or in chapters in *Statistics of Income--Individual Income Tax Returns* (see footnote 2), the "U.S. income tax" concept was described as "total income tax," and the "worldwide income tax" concept was described as "modified total income tax."
- [8] The inclusion of foreign taxes paid on excluded foreign-earned income, beginning with Tax Year 1990, represents an improvement in the worldwide income tax concept. It does, however, represent a slight break in the year-to-year comparability of data for worldwide income tax.

## High-Income Tax Returns for 2003

However, the number of returns with foreign taxes paid on excluded foreign-earned income is extremely small compared to the number of returns with the foreign tax credit.

- [9] See Appendix B for a description of how the deduction equivalent of credits was computed.
- [10] The deduction for charitable contributions could also fall into this class if it were not limited to 50 percent of AGI.
- [11] The AMT exclusion phases out above certain levels of “alternative minimum taxable income,” based on filing status, but, since taxpayers will have some AMT liability in the phaseout range, the phaseout income is not relevant for nontaxable, high-income returns.
- [12] Tax-exempt interest and the foreign-earned income exclusion were not included in Tables 7 and 8 as possible tax effects before Tax Year 1994. Thus, caution should be exercised in making comparisons between data prior to 1994 and after 1993.
- [13] “All other” tax credits include: child and dependent care credit, credit for the elderly and disabled, child tax credit, education credits, rate reduction credit, retirement savings contribution credit, adoption credit, minimum tax credit, mortgage interest credit, empowerment zone employment credit, New York Liberty Zone credit, nonconventional source fuel credit, qualified electrical vehicle credit, and DC first time home buyer credit.

### Appendix A: Income Concepts

Congress wanted data on high-income taxpayers classified by an income concept that was more comprehensive than adjusted gross income (AGI), but that was based entirely on items already reported on income tax returns. In order to derive such an income concept, it was necessary to begin with a broad, inclusive concept of income. AGI must then be compared to this broad income concept, and the differences (both additions and subtractions) that can be determined from items reported on tax returns identified.

This appendix begins by defining “Haig-Simons income,” a very broad concept of income used by

economists and others as a standard. AGI is then compared to Haig-Simons income, and the major differences between the two income concepts are listed. The final section defines “expanded income,” a more comprehensive income measure than AGI, based entirely on tax return data.

### Haig-Simons Income

The broadest measure of annual income generally used by economists and others is defined as the value of a household’s consumption plus the change, if any, in its net worth. This income concept is referred to as Haig-Simons income, or H-S income, after the two economists who wrote extensively about it [A1]. The H-S income of a household that consumed \$25,000 and saved \$2,000 in a year would be \$27,000. Alternatively, the H-S income of a household that consumed \$25,000 and had no additions to savings, but had assets that declined in value by \$1,000 in a year, would be \$24,000.

H-S income consists of three broad components: labor income, capital income (income from assets), and income from transfer payments. The major elements of each of these three components are as follows:

*Labor income.*--This includes all forms of employee compensation (including wages and salaries), employee fringe benefits (such as employer-provided health insurance and accrued pension benefits or contributions), and the employer share of payroll taxes (such as Social Security taxes). Labor income also includes the labor share of self-employment income. Expenses of earning labor income would be deducted in arriving at H-S income. Deferred labor income (such as pension benefits) would be counted in the year it was earned, rather than in the year it was received.

*Capital income.*--This includes all income from assets, including interest, dividends, rents, royalties, accrued capital gains (whether or not realized), the capital income share of self-employment income, and the rental value of consumer durables (most importantly, the rental value of owner-occupied housing). Capital income is measured in real (inflation-adjusted) terms and is net of real, economic depreciation and all other expenses (which could exceed capital income).

*Transfer payments.*--These include payments in cash (such as Social Security benefits, workers’ compensation, unemployment benefits, Aid to Fami-

## High-Income Tax Returns for 2003

lies with Dependent Children (AFDC), and noncash benefits (such as Medicare, Medicaid, and food stamps).

For purposes of tax analysis, H-S income should be measured on a pretax basis, the amount that would be earned if there were no Federal income tax in place. Most items of income are unaffected, or little affected, by the income tax and so are reported on a pretax basis. However, certain income items from tax-preferred sources may be reduced because of their preferential treatment. An example is interest from tax-exempt State and local government bonds. The interest rate on tax-exempt bonds is generally lower than the interest rate on taxable bonds of the same maturity and risk, with the difference approximately equal to the tax rate of the typical investor in tax-exempt bonds. Thus, investors in tax-exempt bonds are effectively paying a tax, referred to as an “implicit tax,” and tax-exempt interest as reported is measured on an after-tax, rather than a pretax, basis. Income from all tax-preferred sources should be “grossed up” by implicit taxes to properly measure H-S income.

### Adjusted Gross Income

AGI is the statutory definition of income for Federal income tax purposes. AGI differs from H-S income by excluding some components of H-S income and by allowing accelerated business deductions and deductions unrelated to income, but also by disallowing or limiting certain expenses of earning income and certain losses. In addition, AGI is not “grossed up” for implicit taxes.

The components of H-S income excluded from AGI include most employee fringe benefits, the employer share of payroll taxes, accrued but deferred employee compensation, accrued but unrealized real capital gains, the rental value of consumer durables, most Social Security benefits, most other cash transfers, all noncash transfers, and the real income of borrowers due to inflation [A2].

Depreciation and certain other expenses allowed in determining AGI may be accelerated (relative to economic depreciation and other costs) in the early years of an investment, thus understating investment income. In later years, however, investment income in AGI will be overstated because depreciation and other accelerated expenses will then be understated.

AGI also excludes some expenses not related to earning income, such as contributions to self-employed retirement (Keogh) plans, deductible contributions to Individual Retirement Arrangements (IRA's), the portion of Social Security contributions for self-employed workers that is analogous to the employer share of such contributions for employees, and contributions to medical savings accounts. AGI generally *exceeds* H-S income to the extent that expenses of earning income and losses are limited or disallowed. Most of the expenses of earning income are deductible *from* AGI in calculating taxable income, but only if the taxpayer “itemizes” deductions and then, in some cases, only to the extent that the sum of all such items exceeds 2 percent of AGI. Expenses incurred in the production of income that are itemized deductions include certain expenses of employees (such as union dues; expenditures for items used on the job but not reimbursed by the employer; and the employees' travel, meal, and entertainment expenses); and expenses attributable to a taxpayer's (passive) investments (as opposed to active participation in a trade or business, for example), including, but not limited to, interest expense incurred in connection with investments in securities [A3]. Note that there are limits on certain types of deductible expenses. In particular, deductible meal and entertainment expenses are limited to 50 percent of total meal and entertainment expenses.

Although net capital losses reduce economic income, only the first \$3,000 of net realized capital losses may be deducted in computing AGI. Any additional realized losses must be carried forward to future years. In a somewhat similar manner, passive losses (from investments in a trade or business in which the taxpayer does not materially participate) can also reduce economic income, but, in computing AGI, they can only be deducted from passive income from other, similar investments (although a larger amount may be deducted when the losses are from rental real estate activities).

AGI can also exceed H-S income because of differences in the timing of income between the two concepts. For example, a taxpayer may realize more capital gains in a year than he or she accrues in capital gains. Since AGI includes only realizations of capital gains, whereas H-S income includes only accruals, AGI in this circumstance would exceed H-S income.

## High-Income Tax Returns for 2003

Finally, just as AGI understates the income of borrowers due to inflation, it overstates the income of lenders, who include bond owners and owners of bank deposits.

### Expanded Income

Expanded income is meant to be a measure of income that is conceptually closer to H-S income than AGI, but which is derived entirely from items already reported on income tax returns. Figure G shows the adjustments made to AGI to arrive at expanded income. Since the definition of AGI was changed by legislation several times since 1977, and certain reporting requirements also changed, the adjustments differ over the years, as indicated for each item [A4]. Most of these adjustments are relatively straightforward, but the adjustment for investment requires some explanation.

### Investment Interest

In measuring H-S income, it generally would be appropriate to deduct all expenses incurred in the production of income, including those related to any income-producing investments, without limit. Invest-

ment expenses in excess of investment income would then represent net economic losses. However, such a liberal deduction for investment-related expenses is not necessarily correct when not all income items have been included currently. (Investment income includes interest, dividends, and capital gains.)

If all income has not been included currently, full deduction of investment expenses might represent a mismatching of receipts and expenses and might result in *understating* income. For example, if a taxpayer borrowed funds to purchase securities, net income would be understated if the taxpayer deducted all interest payments on the loan, but did not include as income any accrued gains on the securities. A similar mismatching of income and expenses would occur if investment expenses that should properly be capitalized were deducted when paid. In these instances, a more accurate measure of income might be obtained by postponing the deduction of the expense until such time as the income were recognized for tax purposes.

Additional problems are created when a person with a loan has both income-producing assets, such as securities, and nonincome-producing assets, such as a vacation home or yacht. It is not possible to determine what portion of the interest expense should be attributed to taxable income-producing assets and, therefore, ought to be deductible against the gross receipts from such taxable assets. As a result of these problems, it has been necessary to set arbitrary limits on the amount of investment expenses that are deductible in calculating expanded income.

Investment expenses that have not been deducted in determining AGI generally can appear on a Federal individual income tax return in two places. Investment interest expense is taken into account in the calculation of the itemized deduction for interest paid. Deductible investment interest expense is a separate part of the total interest deduction. Other investment expenses, such as management fees, are included in the miscellaneous category of itemized deductions [A5]. Beginning with 1987, most types of income-producing expenses included as miscellaneous itemized deductions are only deductible to the extent that their total exceeds 2 percent of AGI. To determine expenses that should be deductible in calculating an approximation of H-S income, investment expenses have been defined as deductible

**Figure G**

### **Derivation of Expanded Income from Adjusted Gross Income, Tax Years 1977-2003**

Adjusted gross income (AGI)

- PLUS:
- o Excluded capital gains (tax years prior to 1987)
  - o Tax-exempt interest (1987 and later tax years)
  - o Nontaxable Social Security benefits (1987 and later tax years)
  - o Tax preferences for alternative minimum tax purposes [A5]
  - o Foreign-earned income exclusion (1990 and later tax years)
- MINUS:
- o Unreimbursed employee business expenses [A6]
  - o Nondeductible rental losses (Tax Year 1987)
  - o Moving expense deduction (Tax Years 1987 through 1993) [A7]
  - o Investment interest expense deduction to the extent it does not exceed investment income
  - o Miscellaneous itemized deductions not subject to the 2-percent-of-AGI floor (1989 and later tax years)

**EQUALS:** Expanded income

NOTE: Footnotes to Figure G are included with the footnotes to Appendix A.

## High-Income Tax Returns for 2003

investment interest expense. Other investment expenses could not be separated from the remainder of miscellaneous deductions. Hence, they have not been used in the adjustment for investment expenses.

To the extent that interest expenses do *not* exceed investment income, they are generally allowed as a deduction in the computation of deductible investment interest expense and thus expanded income. Investment interest expenses that do *exceed* investment income are *not* deductible in calculating expanded income. One consequence of this definition is that investment expenses can never turn positive investment income into investment losses. Generally, allowing investment expenses to offset all investment income is generous and tends to understate broadly-measured income. However, in some instances, limiting investment expenses to investment income may *overstate* income by disallowing genuine investment losses.

### Notes to Appendix A

[A1] Haig, Robert M. (ed.), *The Federal Income Tax*, Columbia University Press, 1921, and Simons, Henry C., *Personal Income Taxation*, University of Chicago Press, 1938.

[A2] Borrowers receive income due to inflation because the real value of debt is reduced by inflation. Even though inflation may be anticipated and reflected in interest rates, tax deductions for nominal interest payments overstate interest costs because part of these payments represent a return of principal to the lender, rather than interest.

[A3] See Notes and References, footnote 4.

[A4] For 1977, about 50 percent of net long-term capital gains were included in AGI. During 1978, the inclusion ratio was changed to 40 percent. This inclusion ratio remained unchanged through 1986. Beginning with 1987, there was no exclusion allowed for capital gains in computing AGI, and, thus, this adjustment was not made in computing expanded income for returns for years after 1986.

Beginning in 1987, taxpayers were required to report on their Federal income tax returns the amount of their tax-exempt interest incomes

from State and local government bonds. Since 1987, tax-exempt interest has been included in expanded income.

Taxpayers are also required to report Social Security benefits. Since 1988, nontaxable Social Security benefits have been included in expanded income. However, if none of a particular taxpayer's Social Security benefits are taxable, then gross Social Security benefits are not required to be shown on the income tax return. In such instances, which generally only affect lower- and middle-income taxpayers, Social Security benefits are not included in expanded income.

The subtraction of unreimbursed employee business expense and the moving expense deduction is to make the concept of expanded income comparable to years prior to 1987. All current-year moving expenses beginning with Tax Year 1994 were deducted in the calculation of AGI as a statutory adjustment.

Due to subtracting nonlimited miscellaneous deductions and not subtracting the nondeductible rental loss for 1989, the expanded income concept for 1989 is not strictly comparable to expanded income for 1988. Nor is the expanded income concept for 1990 strictly comparable to expanded income for 1989 because of the addition of the foreign-earned income exclusion. Specific details on the definition of expanded income for any given year are available in the reports and publications enumerated in footnote 2, under Notes and References.

[A5] Some income deferrals and accelerated expense deductions may also be involved in income or losses from rental property, from royalties, from partnerships, and from S corporations, only the net amounts of which are included in adjusted gross income.

### Appendix B: Tax Concepts

This appendix provides a brief summary of the U.S. taxation of worldwide income and the foreign tax credit. The two tax concepts used in this article are then defined. The following section explains the computation of the deduction equivalent of credits

and other items. A final section discusses the possible implications of the use of unaudited tax return data for this article.

### **U.S. Taxation of Worldwide Income and the Foreign Tax Credit**

Citizens and residents of the United States, regardless of where they physically reside, must generally include in income for Federal income tax purposes income from all geographic sources. Thus, for example, dividends and interest received from a foreign corporation or income earned working abroad is subject to Federal income tax in the same manner as income received from sources inside the United States [B1]. Income from sources outside the United States may also be subject to tax by foreign governments.

To reduce, if not eliminate, the possibility of double taxation of the foreign-source income of U.S. citizens and residents, the Federal income tax allows a credit for income taxes paid to foreign governments. This foreign tax credit is generally limited to the amount of (precredit) U.S. tax liability attributable to foreign-source income. This limit prevents the foreign tax credit from offsetting the U.S. tax on U.S.-source income.

As a result of taxing citizens and residents on a worldwide basis but allowing a foreign tax credit, some Federal income tax returns may report substantial income but little or no U.S. tax liability after credits. This may occur, for example, if a taxpayer has income only from foreign sources (the taxpayer may live abroad the entire year and have no income-producing assets in the United States), or if a taxpayer has foreign-source income that exceeds a net loss from U.S. sources and pays income taxes to a foreign government that are comparable to the U.S. tax [B2].

For taxpayers with income from foreign sources, these procedures understate the taxpayers' true worldwide income tax liabilities and effective income tax rates. For such taxpayers, it does not seem appropriate to classify U.S. income tax credits for foreign tax payments as reducing tax liabilities. This is particularly true for tax filers who appear to be nontaxable because they do not have any U.S. tax liability, but who have paid foreign income taxes. A more accurate measure of overall income tax burden, as well as the numbers of nontaxable returns, can be

obtained by considering all income taxes--U.S. as well as foreign. Thus, a second tax concept, worldwide income tax, has been used in addition to the traditional U.S. income tax.

### **Two Tax Concepts**

Two tax concepts are used in this article to classify tax returns as taxable (i.e., returns showing an income tax liability) or nontaxable (i.e., returns showing no income tax liability) and to measure the tax burdens on taxable returns: U.S. income tax and worldwide income tax. Worldwide income tax is defined for purposes of this article as U.S. income tax plus the foreign tax credits reported on the U.S. income tax return and foreign taxes paid on excluded foreign-earned income (obtained from Form 1116, *Foreign Tax Credit*). The amount of the foreign tax credits and foreign taxes paid on excluded foreign-earned income is used as a proxy for foreign tax liabilities [B3]. The relationship of U.S. income tax to tax items reported on individual income tax returns, and to worldwide income tax, is shown in Figure H.

### **Comparing Exclusions, Deductions, Tax Credits, and Special Tax Computations**

In order to compare the importance of various exclusions, deductions, tax credits, and special tax

#### **Figure H**

##### **Derivation of "U.S. Income Tax" and "Worldwide Income Tax," Tax Year 2003**

Tax at regular rates (tax generated)

PLUS: Additional taxes (such as tax on accumulation distributions from qualified retirement plans, Form 4972)

PLUS: Alternative minimum tax (Form 6251)

EQUALS: Income tax before credits

MINUS: Tax credits

EQUALS: U.S. income tax

PLUS: Foreign tax credit

PLUS: Foreign taxes paid on excluded foreign-earned income (Form 1116)

EQUALS: Worldwide income tax

## High-Income Tax Returns for 2003

computations (such as the alternative minimum tax on tax preferences), the different types of items must be placed on the same basis. One way of doing so is to calculate the size of the deduction that would reduce (or increase) income tax by the same amount as a tax credit or special computation. This amount is called the “deduction equivalent” of the tax credit or special computation.

The deduction equivalent of a tax credit or a special tax computation is the difference between the taxable income that, using the ordinary tax rate schedules, would yield the actual tax before the provision in question is considered and the actual tax after the provision. For example, the “deduction equivalent of all tax credits” is equal to the difference between “taxable income that would yield income tax before credits” and “taxable income that would yield income tax after credits.”

Using this method of equating the value of deductions, exclusions, credits, and special tax computations, the order in which the various credits and special tax computations are calculated may affect the value of their deduction equivalents. Because the tax rate schedules are progressive, with successive increments to income taxed at successively higher tax rates, the deduction equivalent of the credit converted last to a deduction equivalent will be larger (for the same amount of a credit) than the item converted first, unless all relevant taxable income amounts are within a single tax-rate bracket.

The deduction equivalents of tax credits shown in Tables 9 and 10 were computed by assuming that deductions and exclusions reduce taxes before credits. As a result, the deduction equivalent of tax credits may be overstated.

### Unaudited Data

Tax return data used for Statistics of Income have been tabulated as they were reported on tax returns filed with the Internal Revenue Service (IRS). Certain obvious arithmetic errors have been corrected, and certain adjustments have been made to achieve consistent statistical definitions. Otherwise, the data have not been altered. In particular, the data

do not reflect any changes that may have been or could be made as a result of IRS audits. While this is true of data throughout the entire Statistics of Income program, it is particularly relevant for high-income tax returns. Because of the greater complexity of these returns, there is a higher probability of error and more scope for disagreement about the proper interpretation of tax laws.

The fact that the data have been drawn from unaudited returns is of even greater importance for those high-income returns that are nontaxable. Almost any audit changes would make such returns taxable. Even where the tax consequences are minor, such returns could be reclassified from nontaxable to taxable, thereby changing the counts of nontaxable returns.

### Notes to Appendix B

- [B1] An exception is that certain income earned abroad may be excluded from AGI. Any foreign taxes paid on such income are not creditable against U.S. income tax. The tables in this article include such excluded income in expanded income. Foreign taxes paid on such income are reflected in worldwide income tax, as discussed later.
- [B2] Although the foreign tax credit is an item of tax preference for AMT purposes, taxpayers below the AMT exclusion thresholds, or with preferences or deductions not subject to AMT, could completely offset precredit U.S. income tax liability with foreign tax credits.
- [B3] Where foreign tax rates exceed U.S. rates, foreign tax credits will be less than foreign tax liabilities. In such cases, using foreign tax credits as a proxy for foreign tax liabilities understates worldwide income tax liability. In other cases, when foreign tax credits are for taxes paid on income from previous years, use of foreign tax credits as a proxy may overstate *or* understate worldwide taxes on current-year income.

# High-Income Tax Returns for 2003

**Table 1.--Returns With and Without U.S. Income Tax: Number of Returns, by Size of Income Under Alternative Concepts, Tax Year 2003**

[All figures are estimates based on samples]

Returns by tax status, size of expanded income	All returns	Returns by size of adjusted gross income			
		Under \$50,000 <sup>1</sup>	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)
<b>All returns</b>					
<b>Total.....</b>	<b>130,423,626</b>	<b>92,093,453</b>	<b>26,915,091</b>	<b>8,878,643</b>	<b>2,536,439</b>
Under \$50,000 <sup>1</sup> .....	91,306,994	90,541,268	758,349	5,510	1,868
\$50,000 under \$100,000.....	27,767,147	1,520,951	25,902,840	342,307	1,049
\$100,000 under \$200,000.....	8,776,352	28,510	248,452	8,446,520	52,870
\$200,000 or more.....	2,573,133	2,725	5,450	84,306	2,480,652
<b>Returns with U.S. income tax</b>					
<b>Total.....</b>	<b>91,109,363</b>	<b>53,202,940</b>	<b>26,511,044</b>	<b>8,861,764</b>	<b>2,533,615</b>
Under \$50,000 <sup>1</sup> .....	52,525,990	51,810,301	710,724	3,951	1,015
\$50,000 under \$100,000.....	27,271,833	1,375,449	25,555,497	339,948	939
\$100,000 under \$200,000.....	8,744,245	16,224	240,640	8,434,696	52,685
\$200,000 or more.....	2,567,295	965	4,183	83,170	2,478,976
<b>Returns without U.S. income tax</b>					
<b>Total.....</b>	<b>39,314,263</b>	<b>38,890,513</b>	<b>404,047</b>	<b>16,879</b>	<b>2,824</b>
Under \$50,000 <sup>1</sup> .....	38,781,004	38,730,967	47,625	1,559	853
\$50,000 under \$100,000.....	495,314	145,501	347,343	2,359	110
\$100,000 under \$200,000.....	32,107	12,285	7,812	11,825	185
\$200,000 or more.....	5,839	1,759	1,267	1,136	1,676

<sup>1</sup> Includes returns with adjusted gross deficit or with negative expanded income.

NOTE: Detail may not add to totals because of rounding.

**Table 2.--Returns With and Without Worldwide Income Tax: Number of Returns, by Size of Income Under Alternative Concepts, Tax Year 2003**

[All figures are estimates based on samples]

Returns by tax status, size of expanded income	All returns	Returns by size of adjusted gross income			
		Under \$50,000 <sup>1</sup>	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)
<b>All returns</b>					
<b>Total.....</b>	<b>130,423,626</b>	<b>92,093,453</b>	<b>26,915,091</b>	<b>8,878,643</b>	<b>2,536,439</b>
Under \$50,000 <sup>1</sup> .....	91,306,994	90,541,268	758,349	5,510	1,868
\$50,000 under \$100,000.....	27,767,147	1,520,951	25,902,840	342,307	1,049
\$100,000 under \$200,000.....	8,776,352	28,510	248,452	8,446,520	52,870
\$200,000 or more.....	2,573,133	2,725	5,450	84,306	2,480,652
<b>Returns with worldwide income tax</b>					
<b>Total.....</b>	<b>91,292,616</b>	<b>53,353,945</b>	<b>26,539,509</b>	<b>8,865,139</b>	<b>2,534,023</b>
Under \$50,000 <sup>1</sup> .....	52,664,654	51,946,633	713,054	3,951	1,017
\$50,000 under \$100,000.....	27,304,578	1,385,182	25,578,499	339,952	945
\$100,000 under \$200,000.....	8,755,184	21,099	243,547	8,437,831	52,707
\$200,000 or more.....	2,568,199	1,030	4,408	83,406	2,479,354
<b>Returns without worldwide income tax</b>					
<b>Total.....</b>	<b>39,131,010</b>	<b>38,739,508</b>	<b>375,582</b>	<b>13,503</b>	<b>2,416</b>
Under \$50,000 <sup>1</sup> .....	38,642,340	38,594,635	45,295	1,559	851
\$50,000 under \$100,000.....	462,568	135,768	324,341	2,355	104
\$100,000 under \$200,000.....	21,168	7,411	4,905	8,689	163
\$200,000 or more.....	4,934	1,694	1,042	900	1,298

<sup>1</sup> Includes returns with adjusted gross deficit or with negative expanded income.

NOTE: Detail may not add to totals because of rounding.

# High-Income Tax Returns for 2003

**Table 3.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Distribution of Returns by Ratio of Adjusted Taxable Income to Income Per Concept, Tax Year 2003**

[All figures are estimates based on samples]

Tax status, ratio of adjusted taxable income to income per concept	Adjusted gross income concept			Expanded income concept		
	Number of returns	Percentage of total	Cumulative percentage of total	Number of returns	Percentage of total	Cumulative percentage of total
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Total.....</b>	<b>2,536,439</b>	<b>100.0</b>	<b>100.0</b>	<b>2,573,133</b>	<b>100.0</b>	<b>100.0</b>
<b>Returns without U.S. income tax.....</b>	<b>2,824</b>	<b>0.1</b>	<b>0.1</b>	<b>5,839</b>	<b>0.2</b>	<b>0.2</b>
<b>Returns with U.S. income tax:</b>						
<b>Total.....</b>	<b>2,533,615</b>	<b>99.9</b>	<b>--</b>	<b>2,567,295</b>	<b>99.8</b>	<b>--</b>
<b>Ratio of adjusted taxable income to income per concept:</b>						
Over 0 under 5 percent.....	1,687	0.1	0.1	3,342	0.1	0.1
5 under 10 percent.....	1,521	0.1	0.1	9,239	0.4	0.5
10 under 15 percent.....	5,927	0.2	0.4	17,749	0.7	1.2
15 under 20 percent.....	8,986	0.4	0.7	8,400	0.3	1.5
20 under 25 percent.....	6,819	0.3	1.0	10,177	0.4	1.9
25 under 30 percent.....	7,887	0.3	1.3	13,358	0.5	2.4
30 under 35 percent.....	6,142	0.2	1.5	13,830	0.5	3.0
35 under 40 percent.....	13,227	0.5	2.1	20,488	0.8	3.8
40 under 45 percent.....	20,933	0.8	2.9	25,525	1.0	4.7
45 under 50 percent.....	28,178	1.1	4.0	31,251	1.2	6.0
50 under 60 percent.....	99,950	3.9	7.9	112,091	4.4	10.3
60 under 70 percent.....	176,055	6.9	14.9	184,453	7.2	17.5
70 under 80 percent.....	473,231	18.7	33.5	454,698	17.7	35.2
80 percent or more.....	1,683,072	66.4	99.9	1,662,694	64.8	99.8

NOTE: Detail may not add to totals because of rounding.

**Table 4.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Distribution of Returns by Ratio of Adjusted Taxable Income to Income Per Concept, Tax Year 2003**

[All figures are estimates based on samples]

Tax status, ratio of adjusted taxable income to income per concept	Adjusted gross income concept			Expanded income concept		
	Number of returns	Percentage of total	Cumulative percentage of total	Number of returns	Percentage of total	Cumulative percentage of total
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Total.....</b>	<b>2,536,439</b>	<b>100.0</b>	<b>100.0</b>	<b>2,573,133</b>	<b>100.0</b>	<b>100.0</b>
<b>Returns without worldwide income tax.....</b>	<b>2,416</b>	<b>0.1</b>	<b>0.1</b>	<b>4,934</b>	<b>0.2</b>	<b>0.2</b>
<b>Returns with worldwide income tax:</b>						
<b>Total.....</b>	<b>2,534,023</b>	<b>99.9</b>	<b>--</b>	<b>2,568,199</b>	<b>99.8</b>	<b>--</b>
<b>Ratio of adjusted taxable income to income per concept:</b>						
Over 0 under 5 percent.....	1,874	0.1	0.1	3,346	0.1	0.1
5 under 10 percent.....	1,015	( <sup>1</sup> )	0.1	3,535	0.1	0.3
10 under 15 percent.....	1,570	0.1	0.2	5,046	0.2	0.5
15 under 20 percent.....	2,116	0.1	0.3	5,472	0.2	0.7
20 under 25 percent.....	4,366	0.2	0.4	6,991	0.3	0.9
25 under 30 percent.....	5,727	0.2	0.7	11,856	0.5	1.4
30 under 35 percent.....	5,740	0.2	0.9	10,637	0.4	1.8
35 under 40 percent.....	11,555	0.5	1.3	16,581	0.6	2.5
40 under 45 percent.....	18,535	0.7	2.1	24,109	0.9	3.4
45 under 50 percent.....	25,720	1.0	3.1	28,805	1.1	4.5
50 under 60 percent.....	95,382	3.8	6.8	111,239	4.3	8.8
60 under 70 percent.....	171,849	6.8	13.6	181,503	7.1	15.9
70 under 80 percent.....	467,029	18.4	32.0	454,470	17.7	33.6
80 percent or more.....	1,721,545	67.9	99.9	1,704,609	66.4	99.8

<sup>1</sup> Less than 0.05 percent.

NOTE: Detail may not add to totals because of rounding.

# High-Income Tax Returns for 2003

**Table 5.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits, and Tax, by Tax Status, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Income concept, item	Returns with income of \$200,000 or more					
	Total		Returns with U.S. income tax		Returns without U.S. income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Adjusted gross income concept</b>						
Salaries and wages.....	2,195,992	666,901,414	2,194,475	666,614,448	1,517	286,965
Business or profession:						
Net income.....	513,789	59,814,508	513,352	59,776,223	437	38,285
Net loss.....	165,932	4,023,073	165,589	3,971,004	343	52,068
Farm:						
Net income.....	14,907	907,423	14,872	902,848	35	4,575
Net loss.....	55,319	2,705,550	55,211	2,687,738	108	17,812
Partnership and S corporation net income after section 179 property deduction: <sup>1</sup>						
Net income.....	904,986	252,593,894	904,401	252,496,886	585	97,009
Net loss.....	274,689	21,127,237	273,758	20,452,072	931	675,166
Sales of capital assets:						
Net gain.....	926,517	243,661,085	925,270	242,896,786	1,247	764,300
Net loss.....	1,029,326	2,708,329	1,028,330	2,705,536	995	2,793
Sales of property other than capital assets:						
Net gain.....	114,500	3,044,475	114,280	3,036,608	220	7,867
Net loss.....	176,899	2,292,904	176,550	2,270,532	349	22,373
Taxable interest received.....	2,425,363	41,874,173	2,422,879	41,282,645	2,484	591,529
Tax-exempt interest.....	747,676	25,187,088	746,617	25,046,726	1,059	140,362
Dividends.....	2,040,018	51,943,194	2,037,917	51,591,704	2,100	351,490
Dividends (post May 5th).....	1,776,185	41,005,579	1,774,419	40,858,248	1,766	147,331
Pensions and annuities in adjusted gross income.....	465,454	18,155,238	464,897	18,132,481	557	22,758
Rent:						
Net income.....	363,894	17,934,530	363,486	17,899,110	407	35,420
Net loss, total (deductible and nondeductible).....	303,725	4,928,692	303,326	4,909,684	399	19,008
Nondeductible rental loss.....	190,654	2,461,828	190,408	2,453,650	246	8,177
Royalty:						
Net income.....	134,101	5,347,826	133,834	5,336,233	267	11,593
Net loss.....	3,623	41,552	3,615	41,461	8	91
Estate or trust:						
Net income.....	68,056	9,271,615	67,924	9,262,680	132	8,935
Net loss.....	9,062	529,276	9,004	515,098	58	14,178
State income tax refunds.....	1,245,658	6,283,380	1,244,846	6,255,418	812	27,963
Alimony received.....	5,435	882,084	5,430	881,710	5	374
Social Security benefits in adjusted gross income.....	372,150	6,857,715	371,409	6,845,098	741	12,617
Social Security benefits (nontaxable).....	372,156	1,238,635	371,415	1,236,409	741	2,227
Unemployment compensation.....	58,368	381,634	58,305	381,207	63	427
Other income.....	337,761	10,178,798	337,254	10,152,535	507	26,263
Other loss.....	32,761	1,447,358	32,696	1,443,499	65	3,860
Foreign-earned income exclusion.....	25,648	1,927,320	25,529	1,917,715	119	9,605
Total income.....	2,536,439	1,371,301,551	2,533,615	1,369,338,487	2,824	1,963,064
Statutory adjustments, total.....	1,091,837	18,750,323	1,090,943	18,738,252	893	12,071
Payments to Individual Retirement Arrangements.....	97,263	514,159	97,194	513,840	69	319
Payments to self-employed retirement (Keogh) plans....	307,886	8,610,102	307,812	8,608,166	74	1,936
Moving expenses adjustment.....	31,679	213,252	31,671	213,189	8	63
<b>Adjusted gross income.....</b>	<b>2,536,439</b>	<b>1,352,551,228</b>	<b>2,533,615</b>	<b>1,350,600,235</b>	<b>2,824</b>	<b>1,950,994</b>
Investment interest expense deduction.....	465,958	9,113,538	464,729	8,376,738	1,228	736,799
Total tax preferences excluded from adjusted gross income.....	756,284	27,033,204	755,240	26,887,883	1,044	145,321
Total alternative minimum tax preference items (excluding tax-exempt interest from private activity bonds).....	17,418	1,868,757	17,389	1,863,273	29	5,485
Passive activity loss (alternative minimum tax adjustment).....	380,960	156,814	380,446	160,568	514	3,754
<b>Expanded income.....</b>	<b>2,536,328</b>	<b>1,363,989,507</b>	<b>2,533,614</b>	<b>1,363,219,146</b>	<b>2,714</b>	<b>770,361</b>

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 5.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits, and Tax, by Tax Status, Tax Year 2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Income concept, item	Returns with income of \$200,000 or more					
	Total		Returns with U.S. income tax		Returns without U.S. income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Adjusted gross income concept--continued</b>						
Exemption amount.....	1,415,805	8,460,389	1,414,322	8,452,503	1,483	7,886
Itemized deductions:						
Total per adjusted gross income concept.....	2,371,147	170,047,637	2,368,462	168,038,749	2,685	2,008,888
Charitable contributions deduction.....	2,286,149	47,152,518	2,283,891	46,957,097	2,258	195,421
Interest paid deduction:						
Total per adjusted gross income concept.....	2,020,971	45,960,684	2,018,912	45,148,027	2,059	812,657
Total home mortgage interest.....	1,919,297	36,458,421	1,917,548	36,383,148	1,749	75,273
Medical and dental expense deduction.....	40,215	1,057,500	39,757	969,872	458	87,628
Net casualty or theft loss deduction.....	2,471	210,428	2,278	99,927	193	110,501
Taxes paid deduction.....	2,364,488	89,496,317	2,362,017	89,353,843	2,471	142,474
Net limited miscellaneous deductions per adjusted gross income concept.....	385,961	7,803,831	384,979	7,707,155	982	96,675
Non-limited miscellaneous deductions.....	78,794	5,237,798	78,032	4,638,899	762	598,899
Excess of exemptions and deductions over adjusted gross income.....	3,286	905,518	1,422	537,996	1,864	367,522
Taxable income.....	2,533,078	1,173,472,613	2,532,192	1,173,171,970	886	300,644
Tax at regular rates.....	2,533,083	312,283,874	2,532,200	312,219,373	883	64,502
Alternative minimum tax (Form 6251).....	1,285,476	7,189,155	1,285,460	7,188,971	16	184
Income tax before credits.....	2,534,500	319,488,594	2,533,615	319,423,968	885	64,626
Tax credits:						
Total.....	930,534	6,099,624	929,649	6,034,998	885	64,626
Child care credit.....	170,397	90,176	170,364	90,160	33	16
Minimum tax credit.....	57,013	695,669	56,373	648,250	640	47,419
Foreign tax credit.....	729,002	4,787,920	728,594	4,772,402	407	15,518
General business credit.....	48,522	355,120	48,434	353,982	88	1,138
U.S. income tax.....	2,533,615	313,394,542	2,533,615	313,394,542	--	--
Taxable income which would yield:						
Income tax before credits.....	2,534,500	1,073,314,537	2,533,615	1,073,085,400	885	229,136
Income tax after credits.....	2,533,615	1,055,265,080	2,533,615	1,055,265,080	--	--
U.S. income tax.....	2,533,615	1,055,280,999	2,533,615	1,055,280,999	--	--
Reconciliation of adjusted gross income and expanded income:						
<b>Adjusted gross income.....</b>	<b>2,536,439</b>	<b>1,352,551,228</b>	<b>2,533,615</b>	<b>1,350,600,235</b>	<b>2,824</b>	<b>1,950,994</b>
plus: Total tax preferences excluded from adjusted gross income <sup>2</sup> .....	756,284	27,033,204	755,240	26,887,883	1,044	145,321
Social Security benefits (nontaxable).....	372,156	1,238,635	371,415	1,236,409	741	2,227
Foreign-earned income exclusion.....	25,648	1,927,320	25,529	1,917,715	119	9,605
minus: Investment interest expense deduction.....	465,958	9,113,538	464,729	8,376,738	1,228	736,799
Non-limited miscellaneous deductions.....	78,794	5,237,798	78,032	4,638,899	762	598,899
Unreimbursed employee business expenses.....	495,409	4,409,545	495,227	4,407,459	182	2,086
<b>Equals: Expanded income.....</b>	<b>2,536,328</b>	<b>1,363,989,507</b>	<b>2,533,614</b>	<b>1,363,219,146</b>	<b>2,714</b>	<b>770,361</b>

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 5.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits, and Tax, by Tax Status, Tax Year 2003-- Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Income concept, item	Returns with income of \$200,000 or more					
	Total		Returns with U.S. income tax		Returns without U.S. income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Expanded income concept</b>						
Salaries and wages.....	2,194,824	665,155,727	2,192,641	664,827,344	2,182	328,383
Business or profession:						
Net income.....	519,491	60,302,887	518,875	60,262,137	616	40,749
Net loss.....	162,094	4,048,619	161,568	3,981,766	526	66,853
Farm:						
Net income.....	15,581	909,083	15,548	905,050	33	4,033
Net loss.....	57,462	2,733,493	57,280	2,701,092	182	32,400
Partnership and S corporation net income after section 179 property deduction: <sup>1</sup>						
Net income.....	919,028	252,800,502	917,963	252,707,744	1,065	92,758
Net loss.....	281,094	21,120,428	279,252	20,542,125	1,842	578,303
Sales of capital assets:						
Net gain.....	953,400	244,282,746	951,319	243,609,576	2,081	673,171
Net loss.....	1,050,129	2,774,813	1,046,830	2,765,244	3,299	9,569
Sales of property other than capital assets:						
Net gain.....	115,090	3,026,781	114,734	3,018,060	356	8,721
Net loss.....	181,996	2,297,954	181,398	2,277,695	598	20,259
Taxable interest received.....	2,464,853	42,315,365	2,459,218	41,872,585	5,635	442,780
Tax-exempt interest.....	807,461	32,212,945	802,757	30,746,645	4,704	1,466,299
Dividends.....	2,090,221	53,977,873	2,084,895	53,625,314	5,326	352,559
Dividends (post May 5th).....	1,822,770	42,727,546	1,818,068	42,496,264	4,703	231,282
Pensions and annuities in adjusted gross income.....	494,486	19,048,117	493,254	19,013,310	1,231	34,807
Rent:						
Net income.....	373,174	18,112,061	372,513	18,078,222	661	33,839
Net loss, total (deductible and nondeductible).....	303,300	4,903,588	302,633	4,880,939	667	22,649
Nondeductible rental loss.....	189,631	2,451,409	189,326	2,441,322	305	10,087
Royalty:						
Net income.....	141,118	5,483,392	140,524	5,466,157	594	17,235
Net loss.....	3,630	41,565	3,616	41,461	14	104
Estate or trust:						
Net income.....	70,742	9,394,149	70,357	9,383,825	385	10,324
Net loss.....	9,930	536,486	9,822	516,235	108	20,250
State income tax refunds.....	1,261,314	6,345,088	1,259,890	6,312,084	1,424	33,005
Alimony received.....	5,435	882,028	5,427	881,667	8	361
Social Security benefits in adjusted gross income.....	416,633	7,681,145	414,245	7,641,038	2,388	40,107
Social Security benefits (nontaxable).....	416,640	1,384,106	414,251	1,377,004	2,389	7,102
Unemployment compensation.....	57,711	382,181	57,643	381,669	68	513
Other income.....	343,555	10,173,818	342,644	10,148,353	910	25,465
Other loss.....	41,969	1,727,458	41,783	1,721,532	186	5,925
Foreign-earned income exclusion.....	41,123	3,055,740	40,728	3,013,278	395	42,463
Total income.....	2,573,132	1,372,550,883	2,567,295	1,371,213,311	5,838	1,337,572
Statutory adjustments, total.....	1,099,310	18,900,603	1,097,917	18,882,131	1,392	18,472
Payments to Individual Retirement Arrangements.....	100,039	529,366	99,909	528,762	130	604
Payments to self-employed retirement (Keogh) plans.....	311,691	8,695,193	311,580	8,692,378	111	2,815
Moving expenses adjustment.....	32,552	214,274	32,534	214,115	18	159
<b>Adjusted gross income.....</b>	<b>2,573,132</b>	<b>1,353,650,279</b>	<b>2,567,295</b>	<b>1,352,331,180</b>	<b>5,838</b>	<b>1,319,099</b>
Investment interest expense deduction.....	471,002	8,382,790	469,390	7,948,880	1,611	433,910
Total tax preferences excluded from adjusted gross income.....	821,704	34,875,796	817,013	33,401,102	4,691	1,474,695
Total alternative minimum tax preference items (excluding tax-exempt interest from private activity bonds).....	25,403	2,685,585	25,357	2,676,572	46	9,013
Passive activity loss (alternative minimum tax adjustment).....	391,812	156,806	390,826	160,870	985	4,064
<b>Expanded income.....</b>	<b>2,573,133</b>	<b>1,377,978,830</b>	<b>2,567,295</b>	<b>1,375,591,196</b>	<b>5,839</b>	<b>2,387,634</b>

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 5.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits, and Tax, by Tax Status, Tax Year 2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Income concept, item	Returns with income of \$200,000 or more					
	Total		Returns with U.S. income tax		Returns without U.S. income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Expanded income concept--continued</b>						
Exemption amount.....	1,454,103	8,634,095	1,449,009	8,600,602	5,094	33,493
Itemized deductions:						
Total per adjusted gross income concept.....	2,389,502	167,930,018	2,384,445	166,502,681	5,057	1,427,337
Total per expanded income concept.....	2,389,122	181,191,158	2,384,065	180,187,807	5,057	1,003,351
Charitable contributions deduction.....	2,304,976	47,741,469	2,300,373	47,517,690	4,603	223,779
Interest paid deduction:						
Total per adjusted gross income concept.....	2,010,930	45,017,360	2,007,920	44,492,154	3,010	525,206
Total per expanded income concept.....	1,909,850	36,634,570	1,907,464	36,543,274	2,386	91,296
Total home mortgage interest.....	1,905,631	36,253,381	1,903,256	36,162,572	2,375	90,809
Medical and dental expense deduction.....	48,009	1,306,391	45,495	1,096,691	2,514	209,700
Net casualty or theft loss deduction.....	2,148	197,407	1,936	84,494	212	112,913
Taxes paid deduction.....	2,382,310	89,967,286	2,377,424	89,752,876	4,886	214,411
Net limited miscellaneous deductions per adjusted gross income concept.....	376,378	7,740,975	372,976	7,588,388	3,402	152,588
Non-limited miscellaneous deductions.....	65,694	2,750,738	65,547	2,736,865	147	13,872
Excess of exemptions and deductions over adjusted gross income.....	7,028	1,092,243	2,698	616,511	4,329	475,732
Taxable income.....	2,566,099	1,176,537,645	2,564,596	1,176,210,146	1,503	327,499
Tax at regular rates.....	2,566,122	312,700,526	2,564,607	312,631,243	1,515	69,284
Alternative minimum tax (Form 6251).....	1,291,223	7,423,332	1,291,111	7,423,077	112	255
Income tax before credits.....	2,568,859	320,139,391	2,567,295	320,069,912	1,564	69,479
Tax credits:						
Total.....	973,915	6,417,666	972,351	6,348,186	1,564	69,479
Child care credit.....	167,676	88,368	167,609	88,337	67	31
Minimum tax credit.....	60,792	699,094	60,030	651,575	761	47,519
Foreign tax credit.....	773,793	5,096,370	772,889	5,076,359	903	20,011
General business credit.....	49,642	359,340	49,536	358,178	106	1,161
U.S. income tax.....	2,567,295	313,727,297	2,567,295	313,727,297	--	--
Taxable income which would yield:						
Income tax before credits.....	2,568,859	1,076,342,722	2,567,295	1,076,088,217	1,564	254,506
Income tax after credits.....	2,567,295	1,057,016,826	2,567,295	1,057,016,826	--	--
U.S. income tax.....	2,567,295	1,057,032,746	2,567,295	1,057,032,746	--	--
Reconciliation of adjusted gross income and expanded income:						
<b>Adjusted gross income.....</b>	<b>2,573,132</b>	<b>1,353,650,279</b>	<b>2,567,295</b>	<b>1,352,331,180</b>	<b>5,838</b>	<b>1,319,099</b>
plus: Total tax preferences excluded from adjusted gross income <sup>2</sup> .....	821,704	34,875,796	817,013	33,401,102	4,691	1,474,695
Social Security benefits (nontaxable).....	416,640	1,384,106	414,251	1,377,004	2,389	7,102
Foreign-earned income exclusion.....	41,123	3,055,740	40,728	3,013,278	395	42,463
minus: Investment interest expense deduction.....	471,002	8,382,790	469,390	7,948,880	1,611	433,910
Non-limited miscellaneous deductions.....	65,694	2,750,738	65,547	2,736,865	147	13,872
Unreimbursed employee business expenses.....	464,460	3,846,191	464,154	3,844,627	306	1,564
<b>Equals: Expanded income.....</b>	<b>2,573,133</b>	<b>1,377,978,830</b>	<b>2,567,295</b>	<b>1,375,591,196</b>	<b>5,839</b>	<b>2,387,634</b>

<sup>1</sup> Section 179 of the Internal Revenue Code permits certain taxpayers to elect to deduct all or part of the cost of certain qualifying property in the year they place it in service, instead of taking depreciation deductions over a specified recovery period.

<sup>2</sup> Includes tax-exempt interest and tax preference items subject to alternative minimum tax.

NOTE: Detail may not add to totals because of rounding.

# High-Income Tax Returns for 2003

**Table 6.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits, and Tax, by Tax Status, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Income concept, item	Returns with income of \$200,000 or more					
	Total		Returns with worldwide income tax		Returns without worldwide income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Adjusted gross income concept</b>						
Salaries and wages.....	2,195,992	666,901,414	2,194,797	666,700,463	1,195	200,951
Business or profession:						
Net income.....	513,789	59,814,508	513,402	59,780,387	387	34,120
Net loss.....	165,932	4,023,073	165,625	3,975,552	307	47,521
Farm:						
Net income.....	14,907	907,423	14,874	902,874	33	4,549
Net loss.....	55,319	2,705,550	55,215	2,687,945	104	17,605
Partnership and S corporation net income after section 179 property deduction: <sup>1</sup>						
Net income.....	904,986	252,593,894	904,494	252,512,162	492	81,732
Net loss.....	274,689	21,127,237	273,866	20,495,214	823	632,024
Sales of capital assets:						
Net gain.....	926,517	243,661,085	925,492	242,989,601	1,025	671,484
Net loss.....	1,029,326	2,708,329	1,028,444	2,705,863	882	2,466
Sales of property other than capital assets:						
Net gain.....	114,500	3,044,475	114,308	3,038,749	192	5,726
Net loss.....	176,899	2,292,904	176,600	2,274,713	299	18,192
Taxable interest received.....	2,425,363	41,874,173	2,423,263	41,304,185	2,100	569,988
Tax-exempt interest.....	747,676	25,187,088	746,788	25,056,410	888	130,678
Dividends.....	2,040,018	51,943,194	2,038,265	51,618,572	1,753	324,622
Dividends (post May 5th).....	1,776,185	41,005,579	1,774,721	40,879,941	1,464	125,638
Pensions and annuities in adjusted gross income.....	465,454	18,155,238	464,959	18,135,011	495	20,227
Rent:						
Net income.....	363,894	17,934,530	363,540	17,909,555	354	24,975
Net loss, total (deductible and nondeductible).....	303,725	4,928,692	303,375	4,912,817	350	15,876
Nondeductible rental loss.....	190,654	2,461,828	190,434	2,454,219	220	7,609
Royalty:						
Net income.....	134,101	5,347,826	133,862	5,337,816	239	10,010
Net loss.....	3,623	41,552	3,615	41,461	8	91
Estate or trust:						
Net income.....	68,056	9,271,615	67,936	9,264,751	120	6,864
Net loss.....	9,062	529,276	9,013	515,653	49	13,623
State income tax refunds.....	1,245,658	6,283,380	1,244,955	6,259,138	703	24,242
Alimony received.....	5,435	882,084	5,432	881,755	3	329
Social Security benefits in adjusted gross income.....	372,150	6,857,715	371,460	6,846,040	690	11,675
Social Security benefits (nontaxable).....	372,156	1,238,635	371,466	1,236,575	690	2,060
Unemployment compensation.....	58,368	381,634	58,314	381,287	54	347
Other income.....	337,761	10,178,798	337,328	10,154,712	433	24,086
Other loss.....	32,761	1,447,358	32,734	1,444,787	27	2,571
Foreign-earned income exclusion.....	25,648	1,927,320	25,640	1,926,781	8	539
Total income.....	2,536,439	1,371,301,551	2,534,023	1,369,547,061	2,416	1,754,490
Statutory adjustments, total.....	1,091,837	18,750,323	1,091,067	18,740,378	770	9,945
Payments to Individual Retirement Arrangements.....	97,263	514,159	97,210	513,900	53	259
Payments to self-employed retirement (Keogh) plans.....	307,886	8,610,102	307,825	8,608,532	61	1,570
Moving expenses adjustment.....	31,679	213,252	31,672	213,190	7	63
<b>Adjusted gross income.....</b>	<b>2,536,439</b>	<b>1,352,551,228</b>	<b>2,534,023</b>	<b>1,350,806,684</b>	<b>2,416</b>	<b>1,744,545</b>
Investment interest expense deduction.....	465,958	9,113,538	464,890	8,391,737	1,068	721,801
Total tax preferences excluded from adjusted gross income.....	756,284	27,033,204	755,404	26,898,662	880	134,542
Total alternative minimum tax preference items (excluding tax-exempt interest from private activity bonds).....	17,418	1,868,757	17,399	1,864,760	19	3,998
Passive activity loss (alternative minimum tax adjustment).....	380,960	156,814	380,543	159,367	417	2,553
<b>Expanded income.....</b>	<b>2,536,328</b>	<b>1,363,989,507</b>	<b>2,534,022</b>	<b>1,363,428,200</b>	<b>2,306</b>	<b>561,307</b>

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 6.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits, and Tax, by Tax Status, Tax Year 2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Income concept, item	Returns with income of \$200,000 or more					
	Total		Returns with worldwide income tax		Returns without worldwide income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Adjusted gross income concept--continued</b>						
Exemption amount.....	1,415,805	8,460,389	1,414,514	8,453,582	1,291	6,807
Itemized deductions:						
Total per adjusted gross income concept.....	2,371,147	170,047,637	2,368,763	168,098,840	2,384	1,948,797
Charitable contributions deduction.....	2,286,149	47,152,518	2,284,171	46,976,990	1,978	175,528
Interest paid deduction:						
Total per adjusted gross income concept.....	2,020,971	45,960,684	2,019,173	45,169,581	1,798	791,103
Total home mortgage interest.....	1,919,297	36,458,421	1,917,771	36,389,575	1,526	68,845
Medical and dental expense deduction.....	40,215	1,057,500	39,774	971,122	441	86,378
Net casualty or theft loss deduction.....	2,471	210,428	2,280	100,356	191	110,072
Taxes paid deduction.....	2,364,488	89,496,317	2,362,310	89,367,601	2,178	128,716
Net limited miscellaneous deductions per adjusted gross income concept.....	385,961	7,803,831	385,103	7,711,512	858	92,319
Non-limited miscellaneous deductions.....	78,794	5,237,798	78,044	4,641,157	750	596,640
Excess of exemptions and deductions over adjusted gross income.....	3,286	905,518	1,424	538,207	1,862	367,311
Taxable income.....	2,533,078	1,173,472,613	2,532,598	1,173,316,646	480	155,967
Tax at regular rates.....	2,533,083	312,283,874	2,532,607	312,252,742	476	31,133
Alternative minimum tax (Form 6251).....	1,285,476	7,189,155	1,285,471	7,189,134	5	21
Income tax before credits.....	2,534,500	319,488,594	2,534,022	319,457,440	478	31,154
Tax credits:						
Total.....	283,634	1,311,704	283,156	1,280,550	478	31,154
Child care credit.....	170,397	90,176	170,375	90,166	22	10
Minimum tax credit.....	57,013	695,669	56,581	665,367	432	30,302
Foreign tax credit.....	--	--	--	--	--	--
General business credit.....	48,522	355,120	48,461	354,529	61	590
Worldwide income tax.....	2,534,023	318,741,436	2,534,023	318,741,436	--	--
Foreign taxes paid.....	729,162	5,346,894	729,162	5,346,894	--	--
Foreign taxes paid on excluded foreign-earned income (Form 1116).....	17,159	558,974	17,159	558,974	--	--
Taxable income which would yield:						
Income tax before credits.....	2,534,500	1,073,314,537	2,534,022	1,073,200,805	478	113,732
Income tax after credits.....	2,534,023	1,070,996,488	2,534,023	1,070,996,488	--	--
Worldwide income tax.....	2,534,023	1,071,012,408	2,534,023	1,071,012,408	--	--
Reconciliation of adjusted gross income and expanded income:						
<b>Adjusted gross income.....</b>	<b>2,536,439</b>	<b>1,352,551,228</b>	<b>2,534,023</b>	<b>1,350,806,684</b>	<b>2,416</b>	<b>1,744,545</b>
plus: Total tax preferences excluded from adjusted gross income <sup>2</sup> .....	756,284	27,033,204	755,404	26,898,662	880	134,542
Social Security benefits (nontaxable).....	372,156	1,238,635	371,466	1,236,575	690	2,060
Foreign-earned income exclusion.....	25,648	1,927,320	25,640	1,926,781	8	539
minus: Investment interest expense deduction.....	465,958	9,113,538	464,890	8,391,737	1,068	721,801
Non-limited miscellaneous deductions.....	78,794	5,237,798	78,044	4,641,157	750	596,640
Unreimbursed employee business expenses.....	495,409	4,409,545	495,252	4,407,607	157	1,938
<b>Equals: Expanded income.....</b>	<b>2,536,328</b>	<b>1,363,989,507</b>	<b>2,534,022</b>	<b>1,363,428,200</b>	<b>2,306</b>	<b>561,307</b>

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 6.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits, and Tax, by Tax Status, Tax Year 2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Income concept, item	Returns with income of \$200,000 or more					
	Total		Returns with worldwide income tax		Returns without worldwide income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Expanded income concept</b>						
Salaries and wages.....	2,194,824	665,155,727	2,193,287	664,971,488	1,537	184,239
Business or profession:						
Net income.....	519,491	60,302,887	518,987	60,269,170	504	33,717
Net loss.....	162,094	4,048,619	161,636	3,987,645	458	60,973
Farm:						
Net income.....	15,581	909,083	15,549	905,074	32	4,009
Net loss.....	57,462	2,733,493	57,290	2,701,609	172	31,884
Partnership and S corporation net income after section 179 property deduction: <sup>1</sup>						
Net income.....	919,028	252,800,502	918,123	252,724,620	905	75,882
Net loss.....	281,094	21,120,428	279,428	20,585,386	1,666	535,042
Sales of capital assets:						
Net gain.....	953,400	244,282,746	951,630	243,700,617	1,770	582,129
Net loss.....	1,050,129	2,774,813	1,047,199	2,766,306	2,929	8,507
Sales of property other than capital assets:						
Net gain.....	115,090	3,026,781	114,773	3,020,276	317	6,505
Net loss.....	181,996	2,297,954	181,471	2,282,212	525	15,743
Taxable interest received.....	2,464,853	42,315,365	2,460,030	41,899,261	4,822	416,103
Tax-exempt interest.....	807,461	32,212,945	803,184	30,810,053	4,277	1,402,892
Dividends.....	2,090,221	53,977,873	2,085,630	53,661,109	4,590	316,764
Dividends (post May 5th).....	1,822,770	42,727,546	1,818,678	42,524,579	4,092	202,967
Pensions and annuities in adjusted gross income.....	494,486	19,048,117	493,372	19,017,015	1,113	31,102
Rent:						
Net income.....	373,174	18,112,061	372,611	18,089,411	563	22,650
Net loss, total (deductible and nondeductible).....	303,300	4,903,588	302,740	4,884,828	560	18,760
Nondeductible rental loss.....	189,631	2,451,409	189,369	2,442,079	262	9,330
Royalty:						
Net income.....	141,118	5,483,392	140,582	5,468,090	536	15,302
Net loss.....	3,630	41,565	3,616	41,461	14	104
Estate or trust:						
Net income.....	70,742	9,394,149	70,390	9,386,024	352	8,125
Net loss.....	9,930	536,486	9,837	516,849	93	19,637
State income tax refunds.....	1,261,314	6,345,088	1,260,093	6,315,890	1,221	29,198
Alimony received.....	5,435	882,028	5,429	881,711	6	317
Social Security benefits in adjusted gross income.....	416,633	7,681,145	414,380	7,643,363	2,253	37,782
Social Security benefits (nontaxable).....	416,640	1,384,106	414,386	1,377,414	2,254	6,692
Unemployment compensation.....	57,711	382,181	57,659	381,824	52	357
Other income.....	343,555	10,173,818	342,767	10,151,248	787	22,570
Other loss.....	41,969	1,727,458	41,897	1,724,120	72	3,338
Foreign-earned income exclusion.....	41,123	3,055,740	41,102	3,053,494	21	2,247
Total income.....	2,573,132	1,372,550,883	2,568,199	1,371,465,361	4,933	1,085,522
Statutory adjustments, total.....	1,099,310	18,900,603	1,098,153	18,885,342	1,157	15,261
Payments to Individual Retirement Arrangements.....	100,039	529,366	99,953	528,952	86	414
Payments to self-employed retirement (Keogh) plans.....	311,691	8,695,193	311,601	8,692,849	90	2,345
Moving expenses adjustment.....	32,552	214,274	32,541	214,145	11	130
<b>Adjusted gross income.....</b>	<b>2,573,132</b>	<b>1,353,650,279</b>	<b>2,568,199</b>	<b>1,352,580,019</b>	<b>4,933</b>	<b>1,070,261</b>
Investment interest expense deduction.....	471,002	8,382,790	469,617	7,959,497	1,385	423,294
Total tax preferences excluded from adjusted gross income.....	821,704	34,875,796	817,434	33,465,651	4,269	1,410,145
Total alternative minimum tax preference items (excluding tax-exempt interest from private activity bonds).....	25,403	2,685,585	25,370	2,678,123	33	7,462
Passive activity loss (alternative minimum tax adjustment).....	391,812	156,806	390,993	159,668	819	2,862
<b>Expanded income.....</b>	<b>2,573,133</b>	<b>1,377,978,830</b>	<b>2,568,199</b>	<b>1,375,933,125</b>	<b>4,934</b>	<b>2,045,704</b>

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 6.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Income, Deductions, Credits, and Tax, by Tax Status, Tax Year 2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Income concept, item	Returns with income of \$200,000 or more					
	Total		Returns with worldwide income tax		Returns without worldwide income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Expanded income concept--continued</b>						
Exemption amount.....	1,454,103	8,634,095	1,449,699	8,606,133	4,404	27,962
Itemized deductions:						
Total per adjusted gross income concept.....	2,389,502	167,930,018	2,385,068	166,573,028	4,434	1,356,991
Total per expanded income concept.....	2,389,122	181,191,158	2,384,688	180,249,398	4,434	941,760
Charitable contributions deduction.....	2,304,976	47,741,469	2,300,919	47,540,946	4,057	200,523
Interest paid deduction:						
Total per adjusted gross income concept.....	2,010,930	45,017,360	2,008,383	44,512,251	2,547	505,109
Total per expanded income concept.....	1,909,850	36,634,570	1,907,842	36,552,754	2,008	81,815
Total home mortgage interest.....	1,905,631	36,253,381	1,903,633	36,171,963	1,998	81,417
Medical and dental expense deduction.....	48,009	1,306,391	45,636	1,101,033	2,373	205,358
Net casualty or theft loss deduction.....	2,148	197,407	1,940	84,941	208	112,465
Taxes paid deduction.....	2,382,310	89,967,286	2,378,015	89,770,591	4,295	196,695
Net limited miscellaneous deductions per adjusted gross income concept.....	376,378	7,740,975	373,305	7,594,882	3,073	146,093
Non-limited miscellaneous deductions.....	65,694	2,750,738	65,566	2,738,153	128	12,585
Excess of exemptions and deductions over adjusted gross income.....	7,028	1,092,243	2,702	616,619	4,325	475,624
Taxable income.....	2,566,099	1,176,537,645	2,565,496	1,176,380,957	603	156,688
Tax at regular rates.....	2,566,122	312,700,526	2,565,510	312,669,392	612	31,134
Alternative minimum tax (Form 6251).....	1,291,223	7,423,332	1,291,170	7,423,271	53	61
Income tax before credits.....	2,568,859	320,139,391	2,568,198	320,108,196	661	31,196
Tax credits:						
Total.....	287,587	1,321,296	286,925	1,290,100	661	31,196
Child care credit.....	167,676	88,368	167,654	88,357	22	11
Minimum tax credit.....	60,792	699,094	60,315	668,851	476	30,243
Foreign tax credit.....	--	--	--	--	--	--
General business credit.....	49,642	359,340	49,575	358,737	67	603
Worldwide income tax.....	2,568,199	319,584,435	2,568,199	319,584,435	--	--
Foreign taxes paid.....	773,953	5,857,138	773,953	5,857,138	--	--
Foreign taxes paid on excluded foreign-earned income (Form 1116).....	25,685	760,768	25,685	760,768	--	--
Taxable income which would yield:						
Income tax before credits.....	2,568,859	1,076,342,722	2,568,198	1,076,228,116	661	114,607
Income tax after credits.....	2,568,199	1,074,634,107	2,568,199	1,074,634,107	--	--
Worldwide income tax.....	2,568,199	1,074,650,026	2,568,199	1,074,650,026	--	--
Reconciliation of adjusted gross income and expanded income:						
<b>Adjusted gross income.....</b>	<b>2,573,132</b>	<b>1,353,650,279</b>	<b>2,568,199</b>	<b>1,352,580,019</b>	<b>4,933</b>	<b>1,070,261</b>
plus: Total tax preferences excluded from adjusted gross income <sup>2</sup> .....	821,704	34,875,796	817,434	33,465,651	4,269	1,410,145
Social Security benefits (nontaxable).....	416,640	1,384,106	414,386	1,377,414	2,254	6,692
Foreign-earned income exclusion.....	41,123	3,055,740	41,102	3,053,494	21	2,247
minus: Investment interest expense deduction.....	471,002	8,382,790	469,617	7,959,497	1,385	423,294
Non-limited miscellaneous deductions.....	65,694	2,750,738	65,566	2,738,153	128	12,585
Unreimbursed employee business expenses.....	464,460	3,846,191	464,211	3,844,808	249	1,382
<b>Equals: Expanded income.....</b>	<b>2,573,133</b>	<b>1,377,978,830</b>	<b>2,568,199</b>	<b>1,375,933,125</b>	<b>4,934</b>	<b>2,045,704</b>

<sup>1</sup> Section 179 of the Internal Revenue Code permits certain taxpayers to elect to deduct all or part of the cost of certain qualifying property in the year they place it in service, instead of taking depreciation deductions over a specified recovery period.

<sup>2</sup> Includes tax-exempt interest and tax preference items subject to alternative minimum tax.

NOTE: Detail may not add to totals because of rounding.

# High-Income Tax Returns for 2003

**Table 7.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Total		Item with the largest tax effect					
			Interest paid deduction		Investment interest expense deduction <sup>1</sup>		Taxes paid deduction	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>Returns with U.S. income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>2,427,312</b>	<b>100.0</b>	<b>540,273</b>	<b>22.3</b>	<b>30,276</b>	<b>1.2</b>	<b>1,372,919</b>	<b>56.6</b>
Interest paid deduction.....	901,432	37.1	--	--	4,266	14.1	802,371	58.4
Investment interest expense deduction <sup>1</sup> .....	40,708	1.7	6,237	1.2	--	--	23,056	1.7
Taxes paid deduction.....	726,886	29.9	461,456	85.4	15,834	52.3	--	--
Charitable contributions deduction.....	507,352	20.9	52,676	9.7	4,534	15.0	424,841	30.9
Medical and dental expense deduction.....	8,505	0.4	427	0.1	164	0.5	5,487	0.4
Net casualty or theft loss deduction.....	207	( <sup>2</sup> )	--	--	--	--	42	( <sup>2</sup> )
Total miscellaneous deductions.....	86,690	3.6	15,232	2.8	2,195	7.3	55,225	4.0
Foreign tax credit.....	26,891	1.1	412	0.1	392	1.3	16,568	1.2
General business credit.....	5,758	0.2	681	0.1	125	0.4	3,456	0.3
All other tax credits.....	13,095	0.5	503	0.1	273	0.9	7,417	0.5
Partnership and S corporation net losses.....	36,932	1.5	2,632	0.5	2,483	8.2	23,680	1.7
No second largest item.....	72,857	3.0	16	( <sup>2</sup> )	10	( <sup>2</sup> )	10,775	0.8
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>2,507,991</b>	<b>100.0</b>	<b>528,024</b>	<b>21.1</b>	<b>--</b>	<b>--</b>	<b>1,309,143</b>	<b>52.2</b>
Interest paid deduction.....	890,746	35.5	--	--	--	--	794,007	60.7
Tax-exempt interest <sup>3</sup> .....	116,878	4.7	3,516	0.7	--	--	75,145	5.7
Taxes paid deduction.....	753,906	30.1	464,932	88.1	--	--	--	--
Charitable contributions deduction.....	448,807	17.9	52,830	10.0	--	--	351,574	26.9
Medical and dental expense deduction.....	9,890	0.4	619	0.1	--	--	4,245	0.3
Net casualty or theft loss deduction.....	50	( <sup>2</sup> )	--	--	--	--	42	( <sup>2</sup> )
Total miscellaneous deductions.....	29,750	1.2	1,903	0.4	--	--	10,238	0.8
Foreign tax credit.....	45,354	1.8	448	0.1	--	--	12,124	0.9
General business credit.....	5,199	0.2	686	0.1	--	--	2,601	0.2
All other tax credits.....	11,328	0.5	502	0.1	--	--	6,459	0.5
Partnership and S corporation net losses.....	38,889	1.6	2,379	0.5	--	--	20,822	1.6
Foreign-earned income exclusion <sup>3</sup> .....	24,444	1.0	--	--	--	--	113	( <sup>2</sup> )
AMT tax preference <sup>3</sup> .....	1,524	0.1	**	**	--	--	684	0.1
Nontaxable Social Security benefits <sup>3</sup> .....	51,160	2.0	209	( <sup>2</sup> )	--	--	21,604	1.7
No second largest item.....	80,066	3.2	**	**	--	--	9,485	0.7

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 7.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued							
	Charitable contributions deduction		Medical and dental expense deduction		Net casualty or theft loss deduction		Total miscellaneous deductions	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
<b>Returns with U.S. income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>215,385</b>	<b>8.9</b>	<b>11,463</b>	<b>0.5</b>	<b>1,068</b>	<b>(<sup>2</sup>)</b>	<b>65,816</b>	<b>2.7</b>
Interest paid deduction.....	49,337	22.9	404	3.5	156	14.6	15,534	23.6
Investment interest expense deduction <sup>1</sup> .....	4,171	1.9	65	0.6	--	--	1,350	2.1
Taxes paid deduction.....	143,171	66.5	7,807	68.1	400	37.4	36,752	55.8
Charitable contributions deduction.....	--	--	2,038	17.8	164	15.4	8,726	13.3
Medical and dental expense deduction.....	1,046	0.5	--	--	--	--	1,255	1.9
Net casualty or theft loss deduction.....	--	--	--	--	--	--	--	--
Total miscellaneous deductions.....	9,684	4.5	878	7.7	349	32.6	--	--
Foreign tax credit.....	938	0.4	109	0.9	--	--	746	1.1
General business credit.....	758	0.4	3	( <sup>2</sup> )	--	--	48	0.1
All other tax credits.....	765	0.4	148	1.3	--	--	21	( <sup>2</sup> )
Partnership and S corporation net losses.....	4,741	2.2	12	0.1	--	--	1,188	1.8
No second largest item.....	773	0.4	--	--	--	--	195	0.3
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>202,606</b>	<b>8.1</b>	<b>10,313</b>	<b>0.4</b>	<b>720</b>	<b>(<sup>2</sup>)</b>	<b>10,063</b>	<b>0.4</b>
Interest paid deduction.....	51,468	25.4	404	3.9	156	21.7	1,139	11.3
Tax-exempt interest <sup>3</sup> .....	15,016	7.4	3,033	29.4	40	5.5	2,010	20.0
Taxes paid deduction.....	122,073	60.3	4,260	41.3	360	50.0	4,524	45.0
Charitable contributions deduction.....	--	--	1,070	10.4	164	22.8	1,394	13.8
Medical and dental expense deduction.....	892	0.4	--	--	--	--	326	3.2
Net casualty or theft loss deduction.....	--	--	--	--	--	--	--	--
Total miscellaneous deductions.....	4,734	2.3	407	3.9	--	--	--	--
Foreign tax credit.....	567	0.3	50	0.5	--	--	261	2.6
General business credit.....	367	0.2	3	( <sup>2</sup> )	--	--	40	0.4
All other tax credits.....	428	0.2	148	1.4	--	--	9	( <sup>2</sup> )
Partnership and S corporation net losses.....	4,309	2.1	8	0.1	--	--	319	3.2
Foreign-earned income exclusion <sup>3</sup> .....	89	( <sup>2</sup> )	--	--	--	--	--	--
AMT tax preference <sup>3</sup> .....	226	0.1	8	0.1	--	--	**	**
Nontaxable Social Security benefits <sup>3</sup> .....	1,971	1.0	921	8.9	--	--	40	0.4
No second largest item.....	466	0.2	--	--	--	--	**	**

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 7.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued							
	Foreign tax credit		General business credit		All other tax credits		Partnership and S corporation net losses	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
<b>Returns with U.S. income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>80,018</b>	<b>3.3</b>	<b>7,020</b>	<b>0.3</b>	<b>20,932</b>	<b>0.9</b>	<b>82,141</b>	<b>3.4</b>
Interest paid deduction.....	8,576	10.7	1,492	21.3	4,372	20.9	14,925	18.2
Investment interest expense deduction <sup>1</sup> .....	1,295	1.6	182	2.6	538	2.6	3,814	4.6
Taxes paid deduction.....	17,340	21.7	2,836	40.4	6,312	30.2	34,979	42.6
Charitable contributions deduction.....	2,296	2.9	1,142	16.3	939	4.5	9,997	12.2
Medical and dental expense deduction.....	43	0.1	--	--	8	( <sup>2</sup> )	74	0.1
Net casualty or theft loss deduction.....	157	0.2	--	--	--	--	8	( <sup>2</sup> )
Total miscellaneous deductions.....	1,098	1.4	7	0.1	32	0.2	1,988	2.4
Foreign tax credit.....	--	--	392	5.6	2,727	13.0	4,606	5.6
General business credit.....	109	0.1	--	--	264	1.3	314	0.4
All other tax credits.....	2,725	3.4	136	1.9	--	--	1,106	1.3
Partnership and S corporation net losses.....	1,639	2.0	150	2.1	407	1.9	--	--
No second largest item.....	44,742	55.9	683	9.7	5,333	25.5	10,329	12.6
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>63,168</b>	<b>2.5</b>	<b>6,402</b>	<b>0.3</b>	<b>19,590</b>	<b>0.8</b>	<b>77,808</b>	<b>3.1</b>
Interest paid deduction.....	4,369	6.9	1,311	20.5	4,173	21.3	15,974	20.5
Tax-exempt interest <sup>3</sup> .....	2,427	3.8	526	8.2	799	4.1	6,499	8.4
Taxes paid deduction.....	13,733	21.7	2,646	41.3	6,315	32.2	31,769	40.8
Charitable contributions deduction.....	479	0.8	1,106	17.3	886	4.5	9,689	12.5
Medical and dental expense deduction.....	42	0.1	--	--	8	( <sup>2</sup> )	20	( <sup>2</sup> )
Net casualty or theft loss deduction.....	--	--	--	--	--	--	8	( <sup>2</sup> )
Total miscellaneous deductions.....	434	0.7	**	**	26	0.1	1,057	1.4
Foreign tax credit.....	--	--	100	1.6	1,660	8.5	2,158	2.8
General business credit.....	76	0.1	--	--	221	1.1	370	0.5
All other tax credits.....	185	0.3	133	2.1	--	--	1,136	1.5
Partnership and S corporation net losses.....	328	0.5	101	1.6	318	1.6	--	--
Foreign-earned income exclusion <sup>3</sup> .....	24,153	38.2	**	**	9	( <sup>2</sup> )	60	0.1
AMT tax preference <sup>3</sup> .....	77	0.1	**	**	298	1.5	132	0.2
Nontaxable Social Security benefits <sup>3</sup> .....	2,016	3.2	70	1.1	367	1.9	3,400	4.4
No second largest item.....	14,849	23.5	410	6.4	4,509	23.0	5,537	7.1

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 7.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued							
	Foreign-earned income exclusion <sup>a</sup>		Tax-exempt interest <sup>a</sup>		AMT tax preference <sup>a</sup>		Nontaxable Social Security benefits <sup>a</sup>	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
<b>Returns with U.S. income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	--	--	--	--	--	--	--	--
Interest paid deduction.....	--	--	--	--	--	--	--	--
Investment interest expense deduction <sup>1</sup> .....	--	--	--	--	--	--	--	--
Taxes paid deduction.....	--	--	--	--	--	--	--	--
Charitable contributions deduction.....	--	--	--	--	--	--	--	--
Medical and dental expense deduction.....	--	--	--	--	--	--	--	--
Net casualty or theft loss deduction.....	--	--	--	--	--	--	--	--
Total miscellaneous deductions.....	--	--	--	--	--	--	--	--
Foreign tax credit.....	--	--	--	--	--	--	--	--
General business credit.....	--	--	--	--	--	--	--	--
All other tax credits.....	--	--	--	--	--	--	--	--
Partnership and S corporation net losses.....	--	--	--	--	--	--	--	--
No second largest item.....	--	--	--	--	--	--	--	--
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>14,887</b>	<b>0.6</b>	<b>199,466</b>	<b>8.0</b>	<b>16,803</b>	<b>0.7</b>	<b>48,997</b>	<b>2.0</b>
Interest paid deduction.....	2,539	17.1	9,642	4.8	4,448	26.5	1,114	2.3
Tax-exempt interest <sup>a</sup> .....	1,054	7.1	--	--	302	1.8	6,513	13.3
Taxes paid deduction.....	1,234	8.3	89,198	44.7	8,782	52.3	4,078	8.3
Charitable contributions deduction.....	325	2.2	27,883	14.0	1,052	6.3	359	0.7
Medical and dental expense deduction.....	--	--	3,587	1.8	--	--	150	0.3
Net casualty or theft loss deduction.....	--	--	--	--	--	--	--	--
Total miscellaneous deductions.....	**	**	10,949	5.5	**	**	--	--
Foreign tax credit.....	9,076	61.0	12,893	6.5	32	0.2	5,983	12.2
General business credit.....	**	**	790	0.4	**	**	41	0.1
All other tax credits.....	46	0.3	1,554	0.8	169	1.0	562	1.1
Partnership and S corporation net losses.....	370	2.5	8,083	4.1	416	2.5	1,447	3.0
Foreign-earned income exclusion <sup>a</sup> .....	--	--	11	( <sup>2</sup> )	**	**	--	--
AMT tax preference <sup>a</sup> .....	--	--	91	( <sup>2</sup> )	--	--	--	--
Nontaxable Social Security benefits <sup>a</sup> .....	--	--	20,390	10.2	201	1.2	--	--
No second largest item.....	242	1.6	14,394	7.2	1,401	8.3	28,748	58.7

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 7.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Total		Item with the largest tax effect					
			Interest paid deduction		Investment interest expense deduction <sup>1</sup>		Taxes paid deduction	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>Returns without U.S. income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>2,824</b>	<b>100.0</b>	<b>71</b>	<b>2.5</b>	<b>348</b>	<b>12.3</b>	<b>52</b>	<b>1.8</b>
Interest paid deduction.....	546	19.3	--	--	56	16.1	6	11.5
Investment interest expense deduction <sup>1</sup> .....	234	8.3	4	5.6	--	--	8	15.4
Taxes paid deduction.....	677	24.0	32	45.1	61	17.5	--	--
Charitable contributions deduction.....	477	16.9	23	32.4	88	25.3	11	21.2
Medical and dental expense deduction.....	47	1.7	3	4.2	5	1.4	3	5.8
Net casualty or theft loss deduction.....	9	0.3	--	--	--	--	--	--
Total miscellaneous deductions.....	215	7.6	5	7.0	27	7.8	5	9.6
Foreign tax credit.....	18	0.6	--	--	**	**	**	**
General business credit.....	14	0.5	**	**	--	--	**	**
All other tax credits.....	58	2.1	**	**	**	**	13	25.0
Partnership and S corporation net losses.....	294	10.4	6	8.5	111	31.9	6	11.5
No second largest item.....	235	8.3	--	--	--	--	--	--
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>5,839</b>	<b>100.0</b>	<b>69</b>	<b>1.2</b>	<b>--</b>	<b>--</b>	<b>76</b>	<b>1.3</b>
Interest paid deduction.....	637	10.9	--	--	--	--	6	7.9
Tax-exempt interest <sup>3</sup> .....	646	11.1	7	10.1	--	--	34	44.7
Taxes paid deduction.....	1,183	20.3	31	44.9	--	--	--	--
Charitable contributions deduction.....	755	12.9	24	34.8	--	--	8	10.5
Medical and dental expense deduction.....	704	12.1	**	**	--	--	3	3.9
Net casualty or theft loss deduction.....	13	0.2	--	--	--	--	--	--
Total miscellaneous deductions.....	572	9.8	**	**	--	--	6	7.9
Foreign tax credit.....	172	2.9	--	--	--	--	**	**
General business credit.....	18	0.3	**	**	--	--	**	**
All other tax credits.....	115	2.0	**	**	--	--	9	11.8
Partnership and S corporation net losses.....	594	10.2	7	10.1	--	--	6	7.9
Foreign-earned income exclusion <sup>3</sup> .....	201	3.4	**	**	--	--	4	5.3
AMT tax preference <sup>3</sup> .....	13	0.2	--	--	--	--	--	--
Nontaxable Social Security benefits <sup>3</sup> .....	88	1.5	--	--	--	--	--	--
No second largest item.....	127	2.2	--	--	--	--	--	--

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 7.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued							
	Charitable contributions deduction		Medical and dental expense deduction		Net casualty or theft loss deduction		Total miscellaneous deductions	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
<b>Returns without U.S. income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>154</b>	<b>5.5</b>	<b>313</b>	<b>11.1</b>	<b>179</b>	<b>6.3</b>	<b>748</b>	<b>26.5</b>
Interest paid deduction.....	33	21.4	24	7.7	121	67.6	118	15.8
Investment interest expense deduction <sup>1</sup> .....	41	26.6	**	**	**	**	23	3.1
Taxes paid deduction.....	11	7.1	67	21.4	**	**	280	37.4
Charitable contributions deduction.....	--	--	99	31.6	29	16.2	92	12.3
Medical and dental expense deduction.....	25	16.2	--	--	**	**	5	0.7
Net casualty or theft loss deduction.....	**	**	--	--	--	--	9	1.2
Total miscellaneous deductions.....	14	9.1	112	35.8	15	8.4	--	--
Foreign tax credit.....	--	--	--	--	--	--	--	--
General business credit.....	**	**	--	--	--	--	7	0.9
All other tax credits.....	16	10.4	**	**	--	--	4	0.5
Partnership and S corporation net losses.....	14	9.1	7	2.2	11	6.1	96	12.8
No second largest item.....	--	--	4	1.3	3	1.7	114	15.2
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>164</b>	<b>2.8</b>	<b>602</b>	<b>10.3</b>	<b>184</b>	<b>3.2</b>	<b>64</b>	<b>1.1</b>
Interest paid deduction.....	30	18.3	21	3.5	60	32.6	5	7.8
Tax-exempt interest <sup>3</sup> .....	27	16.5	345	57.3	20	10.9	18	28.1
Taxes paid deduction.....	28	17.1	45	7.5	56	30.4	6	9.4
Charitable contributions deduction.....	--	--	98	16.3	22	12.0	21	32.8
Medical and dental expense deduction.....	18	11.0	--	--	3	1.6	5	7.8
Net casualty or theft loss deduction.....	**	**	--	--	--	--	--	--
Total miscellaneous deductions.....	22	13.4	77	12.8	9	4.9	--	--
Foreign tax credit.....	**	**	--	--	--	--	--	--
General business credit.....	7	4.3	--	--	--	--	--	--
All other tax credits.....	17	10.4	**	**	--	--	--	--
Partnership and S corporation net losses.....	15	9.1	**	**	14	7.6	9	14.1
Foreign-earned income exclusion <sup>3</sup> .....	--	--	--	--	**	**	--	--
AMT tax preference <sup>3</sup> .....	--	--	--	--	--	--	--	--
Nontaxable Social Security benefits <sup>3</sup> .....	--	--	16	2.7	**	**	--	--
No second largest item.....	--	--	--	--	**	**	--	--

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 7.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued							
	Foreign tax credit		General business credit		All other tax credits		Partnership and S corporation net losses	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
<b>Returns without U.S. income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>129</b>	<b>4.6</b>	<b>11</b>	<b>0.4</b>	<b>517</b>	<b>18.3</b>	<b>302</b>	<b>10.7</b>
Interest paid deduction.....	22	17.1	6	54.5	145	28.0	15	5.0
Investment interest expense deduction <sup>1</sup> .....	4	3.1	**	**	46	8.9	108	35.8
Taxes paid deduction.....	6	4.7	**	**	182	35.2	38	12.6
Charitable contributions deduction.....	9	7.0	--	--	56	10.8	70	23.2
Medical and dental expense deduction.....	--	--	--	--	**	**	6	2.0
Net casualty or theft loss deduction.....	--	--	--	--	--	--	**	**
Total miscellaneous deductions.....	**	**	--	--	**	**	38	12.6
Foreign tax credit.....	--	--	--	--	11	2.1	7	2.3
General business credit.....	--	--	--	--	7	1.4	**	**
All other tax credits.....	**	**	5	45.5	--	--	20	6.6
Partnership and S corporation net losses.....	4	3.1	--	--	40	7.7	--	--
No second largest item.....	84	65.1	--	--	30	5.8	--	--
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>213</b>	<b>3.6</b>	<b>11</b>	<b>0.2</b>	<b>507</b>	<b>8.7</b>	<b>319</b>	<b>5.5</b>
Interest paid deduction.....	**	**	**	**	156	30.8	9	2.8
Tax-exempt interest <sup>3</sup> .....	--	--	**	**	41	8.1	154	48.3
Taxes paid deduction.....	21	9.9	8	72.7	143	28.2	36	11.3
Charitable contributions deduction.....	**	**	**	**	55	10.8	65	20.4
Medical and dental expense deduction.....	--	--	--	--	**	**	9	2.8
Net casualty or theft loss deduction.....	--	--	--	--	--	--	**	**
Total miscellaneous deductions.....	**	**	--	--	7	1.4	18	5.6
Foreign tax credit.....	--	--	--	--	20	3.9	3	0.9
General business credit.....	--	--	--	--	**	**	5	1.6
All other tax credits.....	**	**	3	27.3	--	--	20	6.3
Partnership and S corporation net losses.....	3	1.4	--	--	36	7.1	--	--
Foreign-earned income exclusion <sup>3</sup> .....	189	88.7	--	--	4	0.8	--	--
AMT tax preference <sup>3</sup> .....	--	--	--	--	**	**	**	**
Nontaxable Social Security benefits <sup>3</sup> .....	**	**	--	--	6	1.2	--	--
No second largest item.....	**	**	--	--	39	7.7	--	--

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 7.--Returns With and Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued							
	Foreign-earned income exclusion <sup>3</sup>		Tax-exempt interest <sup>3</sup>		AMT tax preference <sup>3</sup>		Nontaxable Social Security benefits <sup>3</sup>	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
<b>Returns without U.S. income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	--	--	--	--	--	--	--	--
Interest paid deduction.....	--	--	--	--	--	--	--	--
Investment interest expense deduction <sup>1</sup> .....	--	--	--	--	--	--	--	--
Taxes paid deduction.....	--	--	--	--	--	--	--	--
Charitable contributions deduction.....	--	--	--	--	--	--	--	--
Medical and dental expense deduction.....	--	--	--	--	--	--	--	--
Net casualty or theft loss deduction.....	--	--	--	--	--	--	--	--
Total miscellaneous deductions.....	--	--	--	--	--	--	--	--
Foreign tax credit.....	--	--	--	--	--	--	--	--
General business credit.....	--	--	--	--	--	--	--	--
All other tax credits.....	--	--	--	--	--	--	--	--
Partnership and S corporation net losses.....	--	--	--	--	--	--	--	--
No second largest item.....	--	--	--	--	--	--	--	--
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>189</b>	<b>3.2</b>	<b>3,436</b>	<b>58.9</b>	<b>4</b>	<b>0.1</b>	--	--
Interest paid deduction.....	24	12.7	326	9.5	--	--	--	--
Tax-exempt interest <sup>3</sup> .....	**	**	--	--	--	--	--	--
Taxes paid deduction.....	6	3.2	803	23.4	--	--	--	--
Charitable contributions deduction.....	**	**	462	13.4	--	--	--	--
Medical and dental expense deduction.....	3	1.6	663	19.3	--	--	--	--
Net casualty or theft loss deduction.....	--	--	13	0.4	--	--	--	--
Total miscellaneous deductions.....	--	--	433	12.6	--	--	--	--
Foreign tax credit.....	146	77.2	3	( <sup>2</sup> )	--	--	--	--
General business credit.....	--	--	6	0.2	--	--	--	--
All other tax credits.....	**	**	62	1.8	4	100.0	--	--
Partnership and S corporation net losses.....	**	**	504	14.7	--	--	--	--
Foreign-earned income exclusion <sup>3</sup> .....	--	--	4	0.1	--	--	--	--
AMT tax preference <sup>3</sup> .....	10	5.3	3	( <sup>2</sup> )	--	--	--	--
Nontaxable Social Security benefits <sup>3</sup> .....	--	--	66	1.9	--	--	--	--
No second largest item.....	--	--	88	2.6	--	--	--	--

\*\* Data deleted to avoid disclosure of information for specific taxpayers. However, deleted data are included in the appropriate totals.

<sup>1</sup> Investment interest expense deduction only has an effect when using the adjusted gross income concept.

<sup>2</sup> Less than 0.05 percent.

<sup>3</sup> Tax-exempt interest, foreign-earned income exclusion, AMT tax preference, and nontaxable Social Security benefits only have an effect when using the expanded income concept.

NOTES: Detail may not add to totals because of rounding. Total columns do not include returns with no tax effect.

# High-Income Tax Returns for 2003

**Table 8.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Total		Item with the largest tax effect					
			Interest paid deduction		Investment interest expense deduction <sup>1</sup>		Taxes paid deduction	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>Returns with worldwide income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>2,382,892</b>	<b>100.0</b>	<b>548,872</b>	<b>23.0</b>	<b>31,593</b>	<b>1.3</b>	<b>1,390,271</b>	<b>58.3</b>
Interest paid deduction.....	905,190	38.0	--	--	4,412	14.0	812,848	58.5
Investment interest expense deduction <sup>1</sup> .....	41,535	1.7	6,497	1.2	--	--	24,518	1.8
Taxes paid deduction.....	722,242	30.3	468,608	85.4	16,604	52.6	--	--
Charitable contributions deduction.....	521,467	21.9	53,299	9.7	4,767	15.1	439,927	31.6
Medical and dental expense deduction.....	8,489	0.4	427	0.1	164	0.5	5,503	0.4
Net casualty or theft loss deduction.....	50	( <sup>2</sup> )	--	--	--	--	42	( <sup>2</sup> )
Total miscellaneous deductions.....	87,951	3.7	15,248	2.8	2,492	7.9	56,864	4.1
General business credit.....	5,925	0.2	681	0.1	140	0.4	3,668	0.3
All other tax credits.....	11,239	0.5	910	0.2	279	0.9	7,676	0.6
Partnership and S corporation net losses.....	36,283	1.5	2,684	0.5	2,566	8.1	24,305	1.7
No second largest item.....	42,522	1.8	518	0.1	170	0.5	14,920	1.1
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>2,494,029</b>	<b>100.0</b>	<b>532,398</b>	<b>21.3</b>	<b>--</b>	<b>--</b>	<b>1,322,887</b>	<b>53.0</b>
Interest paid deduction.....	902,737	36.2	--	--	--	--	803,091	60.7
Tax-exempt interest <sup>3</sup> .....	120,672	4.8	3,525	0.7	--	--	77,093	5.8
Taxes paid deduction.....	751,103	30.1	469,375	88.2	--	--	--	--
Charitable contributions deduction.....	461,076	18.5	53,082	10.0	--	--	360,465	27.2
Medical and dental expense deduction.....	9,888	0.4	619	0.1	--	--	4,253	0.3
Net casualty or theft loss deduction.....	207	( <sup>2</sup> )	--	--	--	--	42	( <sup>2</sup> )
Total miscellaneous deductions.....	30,237	1.2	1,910	0.4	--	--	10,740	0.8
General business credit.....	5,302	0.2	686	0.1	--	--	2,712	0.2
All other tax credits.....	14,677	0.6	503	0.1	--	--	6,661	0.5
Partnership and S corporation net losses.....	40,483	1.6	2,422	0.5	--	--	21,641	1.6
Foreign-earned income exclusion <sup>3</sup> .....	837	( <sup>2</sup> )	43	( <sup>2</sup> )	--	--	338	( <sup>2</sup> )
AMT tax preference <sup>3</sup> .....	2,177	0.1	**	**	--	--	694	0.1
Nontaxable Social Security benefits <sup>3</sup> .....	51,997	2.1	233	( <sup>2</sup> )	--	--	22,497	1.7
No second largest item.....	102,637	4.1	**	**	--	--	12,660	1.0

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 8.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued							
	Charitable contributions deduction		Medical and dental expense deduction		Net casualty or theft loss deduction		Total miscellaneous deductions	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
<b>Returns with worldwide income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>217,715</b>	<b>9.1</b>	<b>11,511</b>	<b>0.5</b>	<b>1,227</b>	<b>0.1</b>	<b>66,923</b>	<b>2.8</b>
Interest paid deduction.....	49,851	22.9	405	3.5	313	25.6	15,624	23.3
Investment interest expense deduction <sup>1</sup> .....	4,271	2.0	65	0.6	--	--	1,381	2.1
Taxes paid deduction.....	145,157	66.7	7,900	68.6	400	32.6	38,126	57.0
Charitable contributions deduction.....	--	--	2,038	17.7	164	13.4	9,040	13.5
Medical and dental expense deduction.....	1,048	0.5	--	--	--	--	1,265	1.9
Net casualty or theft loss deduction.....	--	--	--	--	--	--	--	--
Total miscellaneous deductions.....	9,958	4.6	931	8.1	350	28.5	--	--
General business credit.....	773	0.4	3	( <sup>2</sup> )	--	--	48	0.1
All other tax credits.....	863	0.4	150	1.3	--	--	23	( <sup>2</sup> )
Partnership and S corporation net losses.....	4,765	2.2	12	0.1	--	--	1,212	1.8
No second largest item.....	1,028	0.5	8	0.1	--	--	204	0.3
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>203,109</b>	<b>8.1</b>	<b>10,368</b>	<b>0.4</b>	<b>722</b>	<b>(<sup>2</sup>)</b>	<b>10,500</b>	<b>0.4</b>
Interest paid deduction.....	51,637	25.4	404	3.9	157	21.7	1,143	10.9
Tax-exempt interest <sup>3</sup> .....	15,172	7.5	3,093	29.8	41	5.7	2,172	20.7
Taxes paid deduction.....	122,518	60.3	4,303	41.5	360	49.8	4,869	46.4
Charitable contributions deduction.....	--	--	1,070	10.3	164	22.7	1,417	13.5
Medical and dental expense deduction.....	893	0.4	--	--	--	--	335	3.2
Net casualty or theft loss deduction.....	--	--	--	--	--	--	--	--
Total miscellaneous deductions.....	4,841	2.4	408	3.9	--	--	--	--
General business credit.....	380	0.2	**	**	--	--	43	0.4
All other tax credits.....	526	0.3	150	1.4	--	--	4	( <sup>2</sup> )
Partnership and S corporation net losses.....	4,324	2.1	16	0.1	--	--	342	3.2
Foreign-earned income exclusion <sup>3</sup> .....	136	0.1	--	--	--	--	**	**
AMT tax preference <sup>3</sup> .....	227	0.1	**	**	--	--	**	**
Nontaxable Social Security benefits <sup>3</sup> .....	1,972	1.0	921	8.9	--	--	172	1.6
No second largest item.....	483	0.2	--	--	--	--	4	( <sup>2</sup> )

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 8.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued							
	General business credit		All other tax credits		Partnership and S corporation net losses		Foreign-earned income exclusion <sup>3</sup>	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
<b>Returns with worldwide income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>7,132</b>	<b>0.3</b>	<b>23,829</b>	<b>1.0</b>	<b>83,819</b>	<b>3.5</b>	--	--
Interest paid deduction.....	1,524	21.4	5,210	21.9	15,002	17.9	--	--
Investment interest expense deduction <sup>1</sup> .....	183	2.6	611	2.6	4,010	4.8	--	--
Taxes paid deduction.....	3,059	42.9	6,884	28.9	35,504	42.4	--	--
Charitable contributions deduction.....	1,149	16.1	975	4.1	10,107	12.1	--	--
Medical and dental expense deduction.....	--	--	8	( <sup>2</sup> )	74	0.1	--	--
Net casualty or theft loss deduction.....	--	--	--	--	8	( <sup>2</sup> )	--	--
Total miscellaneous deductions.....	8	0.1	36	0.2	2,064	2.5	--	--
General business credit.....	--	--	279	1.2	333	0.4	--	--
All other tax credits.....	136	1.9	--	--	1,201	1.4	--	--
Partnership and S corporation net losses.....	156	2.2	583	2.4	--	--	--	--
No second largest item.....	917	12.9	9,243	38.8	15,515	18.5	--	--
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>6,481</b>	<b>0.3</b>	<b>19,945</b>	<b>0.8</b>	<b>78,175</b>	<b>3.1</b>	<b>39,404</b>	<b>1.6</b>
Interest paid deduction.....	1,337	20.6	4,268	21.4	15,999	20.5	9,339	23.7
Tax-exempt interest <sup>3</sup> .....	542	8.4	850	4.3	6,780	8.7	4,158	10.6
Taxes paid deduction.....	2,694	41.6	6,381	32.0	32,148	41.1	3,574	9.1
Charitable contributions deduction.....	1,112	17.2	909	4.6	9,790	12.5	3,621	9.2
Medical and dental expense deduction.....	--	--	8	( <sup>2</sup> )	20	( <sup>2</sup> )	3	( <sup>2</sup> )
Net casualty or theft loss deduction.....	--	--	--	--	8	( <sup>2</sup> )	157	0.4
Total miscellaneous deductions.....	--	--	30	0.2	1,065	1.4	202	0.5
General business credit.....	--	--	225	1.1	377	0.5	3	( <sup>2</sup> )
All other tax credits.....	133	2.1	--	--	1,167	1.5	3,061	7.8
Partnership and S corporation net losses.....	93	1.4	331	1.7	--	--	1,162	2.9
Foreign-earned income exclusion <sup>3</sup> .....	--	--	70	0.3	117	0.1	--	--
AMT tax preference <sup>3</sup> .....	7	( <sup>2</sup> )	305	1.5	132	0.2	17	( <sup>2</sup> )
Nontaxable Social Security benefits <sup>3</sup> .....	564	8.7	380	1.9	3,832	4.9	10	( <sup>2</sup> )
No second largest item.....	--	--	6,187	31.0	6,742	8.6	14,098	35.8

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 8.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued					
	Tax-exempt interest <sup>3</sup>		AMT tax preference <sup>3</sup>		Nontaxable Social Security benefits <sup>3</sup>	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(25)	(26)	(27)	(28)	(29)	(30)
<b>Returns with worldwide income tax</b>						
<b>Returns with adjusted gross income of \$200,000 or more</b>						
<b>Total.....</b>	--	--	--	--	--	--
Interest paid deduction.....	--	--	--	--	--	--
Investment interest expense deduction <sup>1</sup> .....	--	--	--	--	--	--
Taxes paid deduction.....	--	--	--	--	--	--
Charitable contributions deduction.....	--	--	--	--	--	--
Medical and dental expense deduction.....	--	--	--	--	--	--
Net casualty or theft loss deduction.....	--	--	--	--	--	--
Total miscellaneous deductions.....	--	--	--	--	--	--
General business credit.....	--	--	--	--	--	--
All other tax credits.....	--	--	--	--	--	--
Partnership and S corporation net losses.....	--	--	--	--	--	--
No second largest item.....	--	--	--	--	--	--
<b>Returns with expanded income of \$200,000 or more</b>						
<b>Total.....</b>	<b>202,141</b>	<b>8.1</b>	<b>16,883</b>	<b>0.7</b>	<b>51,015</b>	<b>2.0</b>
Interest paid deduction.....	9,793	4.8	4,452	26.4	1,117	2.2
Tax-exempt interest <sup>3</sup> .....	--	--	304	1.8	6,942	13.6
Taxes paid deduction.....	90,584	44.8	8,814	52.2	5,485	10.8
Charitable contributions deduction.....	28,022	13.9	1,062	6.3	362	0.7
Medical and dental expense deduction.....	3,607	1.8	--	--	150	0.3
Net casualty or theft loss deduction.....	--	--	--	--	--	--
Total miscellaneous deductions.....	11,038	5.5	**	**	--	--
General business credit.....	830	0.4	**	**	45	0.1
All other tax credits.....	1,735	0.9	175	1.0	562	1.1
Partnership and S corporation net losses.....	8,205	4.1	416	2.5	1,548	3.0
Foreign-earned income exclusion <sup>3</sup> .....	93	( <sup>2</sup> )	33	0.2	--	--
AMT tax preference <sup>3</sup> .....	785	0.4	--	--	--	--
Nontaxable Social Security benefits <sup>3</sup> .....	21,734	10.8	198	1.2	--	--
No second largest item.....	25,716	12.7	1,429	8.5	34,804	68.2

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 8.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Total		Item with the largest tax effect					
			Interest paid deduction		Investment interest expense deduction <sup>1</sup>		Taxes paid deduction	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>Returns without worldwide income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>2,416</b>	<b>100.0</b>	<b>67</b>	<b>2.8</b>	<b>329</b>	<b>13.6</b>	<b>46</b>	<b>1.9</b>
Interest paid deduction.....	463	19.2	--	--	51	15.5	6	13.0
Investment interest expense deduction <sup>1</sup> .....	202	8.4	3	4.5	--	--	8	17.4
Taxes paid deduction.....	599	24.8	31	46.3	58	17.6	--	--
Charitable contributions deduction.....	430	17.8	20	29.9	80	24.3	18	39.1
Medical and dental expense deduction.....	44	1.8	3	4.5	5	1.5	3	6.5
Net casualty or theft loss deduction.....	9	0.4	--	--	--	--	--	--
Total miscellaneous deductions.....	200	8.3	10	14.9	25	7.6	3	6.5
General business credit.....	9	0.4	**	**	--	--	--	--
All other tax credits.....	37	1.5	--	--	3	0.9	3	6.5
Partnership and S corporation net losses.....	273	11.3	**	**	107	32.5	5	10.9
No second largest item.....	150	6.2	--	--	--	--	--	--
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>4,934</b>	<b>100.0</b>	<b>63</b>	<b>1.3</b>	<b>--</b>	<b>--</b>	<b>68</b>	<b>1.4</b>
Interest paid deduction.....	533	10.8	--	--	--	--	5	7.4
Tax-exempt interest <sup>3</sup> .....	590	12.0	6	9.5	--	--	34	63.2
Taxes paid deduction.....	1,073	21.7	19	50.8	--	--	--	--
Charitable contributions deduction.....	658	13.3	29	31.7	--	--	**	**
Medical and dental expense deduction.....	683	13.8	**	**	--	--	5	7.4
Net casualty or theft loss deduction.....	13	0.3	--	--	--	--	--	--
Total miscellaneous deductions.....	534	10.8	**	**	--	--	9	13.2
General business credit.....	12	0.2	**	**	--	--	--	--
All other tax credits.....	66	1.3	--	--	--	--	**	**
Partnership and S corporation net losses.....	559	11.3	9	7.9	--	--	15	8.8
Foreign-earned income exclusion <sup>3</sup> .....	8	0.2	--	--	--	--	**	**
AMT tax preference <sup>3</sup> .....	9	0.2	--	--	--	--	--	--
Nontaxable Social Security benefits <sup>3</sup> .....	84	1.7	--	--	--	--	--	--
No second largest item.....	112	2.3	--	--	--	--	--	--

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 8.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued							
	Charitable contributions deduction		Medical and dental expense deduction		Net casualty or theft loss deduction		Total miscellaneous deductions	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
<b>Returns without worldwide income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>127</b>	<b>5.3</b>	<b>308</b>	<b>12.7</b>	<b>177</b>	<b>7.3</b>	<b>740</b>	<b>30.6</b>
Interest paid deduction.....	35	27.6	24	7.8	57	32.2	178	24.1
Investment interest expense deduction <sup>1</sup> .....	22	17.3	5	1.6	6	3.4	23	3.1
Taxes paid deduction.....	**	**	62	20.1	100	56.5	182	24.6
Charitable contributions deduction.....	--	--	99	32.1	**	**	127	17.2
Medical and dental expense deduction.....	22	17.3	--	--	**	**	5	0.7
Net casualty or theft loss deduction.....	**	**	--	--	--	--	9	1.2
Total miscellaneous deductions.....	28	22.0	109	35.4	**	**	--	--
General business credit.....	5	3.9	--	--	--	--	**	**
All other tax credits .....	15	11.8	--	--	--	--	**	**
Partnership and S corporation net losses.....	**	**	5	1.6	11	6.2	102	13.8
No second largest item.....	--	--	4	1.3	3	1.7	114	15.4
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>141</b>	<b>2.9</b>	<b>589</b>	<b>11.9</b>	<b>182</b>	<b>3.7</b>	<b>62</b>	<b>1.3</b>
Interest paid deduction.....	24	17.0	21	3.6	59	32.4	**	**
Tax-exempt interest <sup>2</sup> .....	22	15.6	335	56.9	17	9.3	27	43.5
Taxes paid deduction.....	38	27.0	45	7.6	56	30.8	**	**
Charitable contributions deduction.....	--	--	98	16.6	25	13.7	20	32.3
Medical and dental expense deduction.....	18	12.8	--	--	**	**	6	9.7
Net casualty or theft loss deduction.....	**	**	--	--	--	--	--	--
Total miscellaneous deductions.....	17	12.1	79	13.4	4	2.2	--	--
General business credit.....	5	3.5	--	--	--	--	--	--
All other tax credits .....	17	12.1	--	--	--	--	--	--
Partnership and S corporation net losses.....	**	**	4	0.7	9	4.9	9	14.5
Foreign-earned income exclusion <sup>3</sup> .....	--	--	--	--	3	1.6	--	--
AMT tax preference <sup>3</sup> .....	--	--	--	--	--	--	--	--
Nontaxable Social Security benefits <sup>3</sup> .....	--	--	7	1.2	9	4.9	--	--
No second largest item.....	--	--	--	--	**	**	--	--

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 8.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued							
	General business credit		All other tax credits		Partnership and S corporation net losses		Foreign-earned income exclusion <sup>3</sup>	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
<b>Returns without worldwide income tax</b>								
<b>Returns with adjusted gross income of \$200,000 or more</b>								
<b>Total.....</b>	<b>8</b>	<b>0.3</b>	<b>347</b>	<b>14.4</b>	<b>267</b>	<b>11.0</b>	--	--
Interest paid deduction.....	**	**	121	34.9	**	**	--	--
Investment interest expense deduction <sup>1</sup> .....	8	100.0	16	4.6	111	41.6	--	--
Taxes paid deduction.....	**	**	109	31.4	48	18.0	--	--
Charitable contributions deduction.....	**	**	44	12.7	50	18.7	--	--
Medical and dental expense deduction.....	--	--	**	**	6	2.2	--	--
Net casualty or theft loss deduction.....	--	--	--	--	**	**	--	--
Total miscellaneous deductions.....	--	--	**	**	32	12.0	--	--
General business credit.....	--	--	**	**	4	1.5	--	--
All other tax credits.....	**	**	--	--	16	6.0	--	--
Partnership and S corporation net losses.....	--	--	28	8.1	--	--	--	--
No second largest item.....	--	--	29	8.4	--	--	--	--
<b>Returns with expanded income of \$200,000 or more</b>								
<b>Total.....</b>	<b>**</b>	<b>**</b>	<b>348</b>	<b>7.1</b>	<b>282</b>	<b>5.7</b>	<b>12</b>	<b>0.2</b>
Interest paid deduction.....	**	**	107	31.0	12	4.8	7	58.3
Tax-exempt interest <sup>3</sup> .....	**	**	9	2.4	140	48.5	**	**
Taxes paid deduction.....	**	**	89	26.0	35	12.4	5	41.7
Charitable contributions deduction.....	**	**	37	10.6	52	18.2	--	--
Medical and dental expense deduction.....	--	--	**	**	8	2.7	--	--
Net casualty or theft loss deduction.....	--	--	--	--	**	**	--	--
Total miscellaneous deductions.....	--	--	**	**	21	7.2	--	--
General business credit.....	--	--	--	--	**	**	--	--
All other tax credits.....	**	**	4	1.1	14	6.2	**	**
Partnership and S corporation net losses.....	--	--	25	7.4	--	--	**	**
Foreign-earned income exclusion <sup>3</sup> .....	--	--	**	**	--	--	--	--
AMT tax preference <sup>3</sup> .....	--	--	9	2.7	**	**	--	--
Nontaxable Social Security benefits <sup>3</sup> .....	--	--	68	20.1	--	--	--	--
No second largest item.....	--	--	**	**	--	--	--	--

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 8.--Returns With and Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns and Percentages Classified by Item With the Largest Tax Effect and by Item With the Second Largest Tax Effect, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, item with the second largest tax effect	Item with the largest tax effect--continued					
	Tax-exempt interest <sup>3</sup>		AMT tax preference <sup>3</sup>		Nontaxable Social Security benefits <sup>3</sup>	
	Number of returns	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(25)	(26)	(27)	(28)	(29)	(30)
<b>Returns without worldwide income tax</b>						
<b>Returns with adjusted gross income of \$200,000 or more</b>						
<b>Total.....</b>	--	--	--	--	--	--
Interest paid deduction.....	--	--	--	--	--	--
Investment interest expense deduction <sup>1</sup> .....	--	--	--	--	--	--
Taxes paid deduction.....	--	--	--	--	--	--
Charitable contributions deduction.....	--	--	--	--	--	--
Medical and dental expense deduction.....	--	--	--	--	--	--
Net casualty or theft loss deduction.....	--	--	--	--	--	--
Total miscellaneous deductions.....	--	--	--	--	--	--
General business credit.....	--	--	--	--	--	--
All other tax credits.....	--	--	--	--	--	--
Partnership and S corporation net losses.....	--	--	--	--	--	--
No second largest item.....	--	--	--	--	--	--
<b>Returns with expanded income of \$200,000 or more</b>						
<b>Total.....</b>	<b>3,187</b>	<b>64.6</b>	<b>**</b>	<b>**</b>	--	--
Interest paid deduction.....	298	9.4	--	--	--	--
Tax-exempt interest <sup>3</sup> .....	--	--	--	--	--	--
Taxes paid deduction.....	786	24.7	--	--	--	--
Charitable contributions deduction.....	397	12.5	--	--	--	--
Medical and dental expense deduction.....	646	20.3	--	--	--	--
Net casualty or theft loss deduction.....	13	0.4	--	--	--	--
Total miscellaneous deductions.....	404	12.7	--	--	--	--
General business credit.....	7	0.2	--	--	--	--
All other tax credits.....	31	1.0	**	**	--	--
Partnership and S corporation net losses.....	488	15.3	--	--	--	--
Foreign-earned income exclusion <sup>3</sup> .....	5	0.2	--	--	--	--
AMT tax preference <sup>3</sup> .....	**	**	--	--	--	--
Nontaxable Social Security benefits <sup>3</sup> .....	**	**	--	--	--	--
No second largest item.....	112	3.5	--	--	--	--

\*\* Data deleted to avoid disclosure of information for specific taxpayers. However, deleted data are included in the appropriate totals.

<sup>1</sup> Investment interest expense deduction only has an effect when using the adjusted gross income concept.

<sup>2</sup> Less than 0.05 percent.

<sup>3</sup> Tax-exempt interest, foreign-earned income exclusion, AMT tax preference, and nontaxable Social Security benefits only have an effect when using the expanded income concept.

NOTES: Detail may not add to totals because of rounding. Total columns do not include returns with no tax effect.

# High-Income Tax Returns for 2003

**Table 9.--Returns Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns With Itemized Deductions, Credits, and Tax Preferences, as Percentages of Income, Tax Year 2003**

[All figures are estimates based on samples]

Income concept and type of deduction, credit, or tax preference	Total	No deduction, credit, or tax preference	Number of returns on which income was reduced by percentages of income			
			Under 10 percent	10 percent under 20 percent	20 percent under 30 percent	30 percent under 40 percent
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Adjusted gross income concept</b>						
Total itemized deductions.....	2,824	139	193	168	96	47
Interest paid deduction:						
Total.....	2,824	765	913	262	141	93
Investment interest per income concept.....	2,824	1,596	531	87	62	42
Taxes paid deduction.....	2,824	353	1,634	441	172	74
Charitable contributions deduction.....	2,824	566	1,460	158	87	152
Medical and dental expense deduction.....	2,824	2,366	70	27	9	19
Net casualty or theft loss deduction.....	2,824	2,631	3	3	3	**
Net limited miscellaneous deduction per income concept.....	2,824	1,842	515	179	95	50
Nonlimited miscellaneous deduction.....	2,824	2,062	51	6	3	5
Deduction equivalent of:						
Total credits.....	2,824	1,939	126	**	**	51
Foreign tax credit.....	2,824	2,417	262	9	**	**
General business credit.....	2,824	2,736	50	13	5	6
Tax preferences excluded from adjusted gross income.....	2,824	1,780	639	99	63	48
Nontaxable Social Security benefits.....	2,824	2,083	741	--	--	--
<b>Expanded income concept</b>						
Total itemized deductions.....	5,839	788	596	1,033	655	511
Interest paid deduction:						
Total.....	5,839	3,453	1,406	577	249	77
Investment interest per income concept.....	5,839	4,233	1,273	123	54	29
Taxes paid deduction.....	5,839	957	3,420	958	223	107
Charitable contributions deduction.....	5,839	1,239	3,346	562	263	140
Medical and dental expense deduction.....	5,839	3,325	1,221	222	181	157
Net casualty or theft loss deduction.....	5,839	5,627	9	6	6	**
Net limited miscellaneous deduction per income concept.....	5,839	2,482	2,266	606	216	99
Nonlimited miscellaneous deduction.....	5,839	5,692	116	10	4	3
Deduction equivalent of:						
Total credits.....	5,839	4,274	543	111	**	**
Foreign tax credit.....	5,839	4,935	514	82	36	17
General business credit.....	5,839	5,733	64	18	**	6
Tax preferences excluded from adjusted gross income.....	5,839	1,148	474	143	149	165
Nontaxable Social Security benefits.....	5,839	3,449	2,389	--	--	--

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 9.--Returns Without U.S. Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns With Itemized Deductions, Credits, and Tax Preferences, as Percentages of Income, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Income concept and type of deduction, credit, or tax preference	Number of returns on which income was reduced by percentages of income--continued				
	40 percent under	50 percent under	60 percent under	70 percent under	100 percent or more
	50 percent (7)	60 percent (8)	70 percent (9)	100 percent (10)	(11)
<b>Adjusted gross income concept</b>					
Total itemized deductions.....	39	34	16	263	1,829
Interest paid deduction:					
Total.....	76	56	69	219	230
Investment interest per income concept.....	48	58	47	178	175
Taxes paid deduction.....	49	23	16	33	29
Charitable contributions deduction.....	82	319	--	--	--
Medical and dental expense deduction.....	22	23	33	122	133
Net casualty or theft loss deduction.....	**	**	5	54	119
Net limited miscellaneous deduction per income concept.....	45	23	15	22	38
Nonlimited miscellaneous deduction.....	5	7	9	320	356
Deduction equivalent of:					
Total credits.....	105	134	113	307	**
Foreign tax credit.....	3	**	4	123	--
General business credit.....	6	**	**	**	--
Tax preferences excluded from adjusted gross income.....	27	23	21	31	93
Nontaxable Social Security benefits.....	--	--	--	--	--
<b>Expanded income concept</b>					
Total itemized deductions.....	379	294	231	511	840
Interest paid deduction:					
Total.....	13	8	10	24	21
Investment interest per income concept.....	21	20	9	27	49
Taxes paid deduction.....	41	28	20	45	39
Charitable contributions deduction.....	126	77	29	37	19
Medical and dental expense deduction.....	116	132	103	241	140
Net casualty or theft loss deduction.....	**	**	10	48	124
Net limited miscellaneous deduction per income concept.....	51	34	20	29	35
Nonlimited miscellaneous deduction.....	**	**	**	**	8
Deduction equivalent of:					
Total credits.....	126	206	168	271	**
Foreign tax credit.....	28	69	61	96	--
General business credit.....	5	**	3	**	--
Tax preferences excluded from adjusted gross income.....	223	316	432	2,331	457
Nontaxable Social Security benefits.....	--	--	--	--	--

\*\* Data deleted to avoid disclosure of information for specific taxpayers. However, deleted data are included in the appropriate totals.

NOTE: Detail may not add to totals because of rounding.

# High-Income Tax Returns for 2003

**Table 10.--Returns Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns With Itemized Deductions, Credits, and Tax Preferences, as Percentages of Income, Tax Year 2003**

[All figures are estimates based on samples]

Income concept and type of deduction, credit, or tax preference	Total	No deduction, credit, or tax preference	Number of returns on which income was reduced by percentages of income			
			Under 10 percent	10 percent under 20 percent	20 percent under 30 percent	30 percent under 40 percent
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Adjusted gross income concept</b>						
Total itemized deductions.....	2,416	32	118	107	56	26
Interest paid deduction:						
Total.....	2,416	618	761	218	114	84
Investment interest per income concept.....	2,416	1,348	421	72	52	39
Taxes paid deduction.....	2,416	238	1,430	385	152	70
Charitable contributions deduction.....	2,416	438	1,271	134	67	138
Medical and dental expense deduction.....	2,416	1,975	61	26	8	18
Net casualty or theft loss deduction.....	2,416	2,225	3	3	3	**
Net limited miscellaneous deduction per income concept.....	2,416	1,558	417	162	91	48
Nonlimited miscellaneous deduction.....	2,416	1,666	44	6	3	5
Deduction equivalent of:						
Total credits.....	2,416	1,938	66	7	17	28
Foreign tax credit.....	2,416	2,416	--	--	--	--
General business credit.....	2,416	2,355	35	8	5	5
Tax preferences excluded from adjusted gross income.....	2,416	1,536	525	84	55	41
Nontaxable Social Security benefits.....	2,416	1,726	690	--	--	--
<b>Expanded income concept</b>						
Total itemized deductions.....	4,934	504	430	842	552	443
Interest paid deduction:						
Total.....	4,934	2,926	1,140	493	229	73
Investment interest per income concept.....	4,934	3,552	1,082	111	45	26
Taxes paid deduction.....	4,934	642	2,952	859	211	102
Charitable contributions deduction.....	4,934	880	2,933	503	229	130
Medical and dental expense deduction.....	4,934	2,561	1,116	212	172	153
Net casualty or theft loss deduction.....	4,934	4,726	7	6	6	**
Net limited miscellaneous deduction per income concept.....	4,934	1,900	1,988	569	212	97
Nonlimited miscellaneous deduction.....	4,934	4,806	99	9	4	**
Deduction equivalent of:						
Total credits.....	4,934	4,273	240	**	**	30
Foreign tax credit.....	4,934	4,934	--	--	--	--
General business credit.....	4,934	4,867	38	12	4	4
Tax preferences excluded from adjusted gross income.....	4,934	665	360	121	134	149
Nontaxable Social Security benefits.....	4,934	2,680	2,254	--	--	--

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 10.--Returns Without Worldwide Income Tax and With Income of \$200,000 or More Under Alternative Concepts: Number of Returns With Itemized Deductions, Credits, and Tax Preferences, as Percentages of Income, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Income concept and type of deduction, credit, or tax preference	Number of returns on which income was reduced by percentages of income--continued				
	40 percent under	50 percent under	60 percent under	70 percent under	100 percent or
	50 percent	60 percent	70 percent	100 percent	more
	(7)	(8)	(9)	(10)	(11)
<b>Adjusted gross income concept</b>					
Total itemized deductions.....	25	28	13	185	1,826
Interest paid deduction:					
Total.....	69	50	64	208	230
Investment interest per income concept.....	44	52	42	171	175
Taxes paid deduction.....	42	23	16	31	29
Charitable contributions deduction.....	75	293	--	--	--
Medical and dental expense deduction.....	22	23	33	117	133
Net casualty or theft loss deduction.....	**	**	5	52	119
Net limited miscellaneous deduction per income concept.....	43	23	14	22	38
Nonlimited miscellaneous deduction.....	5	7	8	316	356
Deduction equivalent of:					
Total credits.....	66	93	68	133	--
Foreign tax credit.....	--	--	--	--	--
General business credit.....	**	--	**	**	--
Tax preferences excluded from adjusted gross income.....	26	20	17	28	84
Nontaxable Social Security benefits.....	--	--	--	--	--
<b>Expanded income concept</b>					
Total itemized deductions.....	353	278	219	479	834
Interest paid deduction:					
Total.....	11	8	9	24	21
Investment interest per income concept.....	19	19	9	24	47
Taxes paid deduction.....	39	27	20	43	39
Charitable contributions deduction.....	115	66	26	33	19
Medical and dental expense deduction.....	116	127	101	236	140
Net casualty or theft loss deduction.....	**	**	10	47	124
Net limited miscellaneous deduction per income concept.....	50	34	20	29	35
Nonlimited miscellaneous deduction.....	**	**	**	**	7
Deduction equivalent of:					
Total credits.....	59	95	70	126	**
Foreign tax credit.....	--	--	--	--	--
General business credit.....	**	--	**	**	--
Tax preferences excluded from adjusted gross income.....	205	266	379	2,198	457
Nontaxable Social Security benefits.....	--	--	--	--	--

\*\* Data deleted to avoid disclosure of information for specific taxpayers. However, deleted data are included in the appropriate totals.

NOTE: Detail may not add to totals because of rounding.

# High-Income Tax Returns for 2003

**Table 11.--Returns With and Without U.S. Income Tax: Number and Percentages of Returns, by Effective Tax Rate, and by Size of Income Under Alternative Concepts, Tax Year 2003**

[All figures are estimates based on samples]

Tax status, effective tax rate	Total		Size of adjusted gross income		
			Under \$50,000 <sup>1</sup>		\$50,000 under \$100,000
	Number or returns	Percentage of total	Number of returns	Percentage of total	Number of returns
	(1)	(2)	(3)	(4)	(5)
<b>All returns.....</b>	<b>130,423,626</b>	<b>100.0</b>	<b>92,093,453</b>	<b>100.0</b>	<b>26,915,091</b>
<b>Returns without U.S. income tax.....</b>	<b>39,314,263</b>	<b>30.1</b>	<b>38,890,513</b>	<b>42.2</b>	<b>404,047</b>
<b>Returns with U.S. income tax.....</b>	<b>91,109,363</b>	<b>69.9</b>	<b>53,202,940</b>	<b>57.8</b>	<b>26,511,044</b>
<b>Effective tax rate:</b>					
Under 5 percent.....	27,425,881	21.0	24,157,258	26.2	3,093,314
5 under 10 percent.....	35,724,197	27.4	21,913,840	23.8	12,703,314
10 under 15 percent.....	19,606,781	15.0	7,043,806	7.6	7,959,156
15 under 20 percent.....	6,333,719	4.9	55,030	0.1	2,695,236
20 under 25 percent.....	1,342,259	1.0	15,035	( <sup>2</sup> )	57,153
25 under 30 percent.....	548,390	0.4	2,618	( <sup>2</sup> )	1,132
30 under 35 percent.....	110,857	0.1	4,856	( <sup>2</sup> )	1,285
35 under 40 percent.....	3,030	( <sup>2</sup> )	--	--	296
40 under 45 percent.....	1,088	( <sup>2</sup> )	6	( <sup>2</sup> )	--
45 under 50 percent.....	702	( <sup>2</sup> )	382	( <sup>2</sup> )	51
50 under 60 percent.....	1,790	( <sup>2</sup> )	12	( <sup>2</sup> )	44
60 under 70 percent.....	205	( <sup>2</sup> )	40	( <sup>2</sup> )	46
70 under 80 percent.....	13	( <sup>2</sup> )	--	--	--
80 percent or more.....	10,451	( <sup>2</sup> )	10,056	( <sup>2</sup> )	16
<b>Size of adjusted gross income--continued</b>					
Tax status, effective tax rate	\$50,000 under \$100,000		\$100,000 under \$200,000		\$200,000 or more
	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(6)	(7)	(8)	(9)	(10)
<b>All returns.....</b>	<b>100.0</b>	<b>8,878,643</b>	<b>100.0</b>	<b>2,536,439</b>	<b>100.0</b>
<b>Returns without U.S. income tax.....</b>	<b>1.5</b>	<b>16,879</b>	<b>0.2</b>	<b>2,824</b>	<b>0.1</b>
<b>Returns with U.S. income tax.....</b>	<b>98.5</b>	<b>8,861,764</b>	<b>99.8</b>	<b>2,533,615</b>	<b>99.9</b>
<b>Effective tax rate:</b>					
Under 5 percent.....	11.5	148,707	1.7	26,601	1.0
5 under 10 percent.....	47.2	1,066,203	12.0	40,839	1.6
10 under 15 percent.....	29.6	4,451,496	50.1	152,324	6.0
15 under 20 percent.....	10.0	2,846,011	32.1	737,442	29.1
20 under 25 percent.....	0.2	337,453	3.8	932,618	36.8
25 under 30 percent.....	( <sup>2</sup> )	7,912	0.1	536,729	21.2
30 under 35 percent.....	( <sup>2</sup> )	1,172	( <sup>2</sup> )	103,544	4.1
35 under 40 percent.....	( <sup>2</sup> )	593	( <sup>2</sup> )	2,141	0.1
40 under 45 percent.....	--	302	( <sup>2</sup> )	780	( <sup>2</sup> )
45 under 50 percent.....	( <sup>2</sup> )	202	( <sup>2</sup> )	66	( <sup>2</sup> )
50 under 60 percent.....	( <sup>2</sup> )	1,346	( <sup>2</sup> )	387	( <sup>2</sup> )
60 under 70 percent.....	( <sup>2</sup> )	7	( <sup>2</sup> )	111	( <sup>2</sup> )
70 under 80 percent.....	--	--	--	13	( <sup>2</sup> )
80 percent or more.....	( <sup>2</sup> )	361	( <sup>2</sup> )	18	( <sup>2</sup> )

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 11.--Returns With and Without U.S. Income Tax: Number and Percentages of Returns, by Effective Tax Rate, and by Size of Income Under Alternative Concepts, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, effective tax rate	Total		Size of expanded income		
			Under \$50,000 <sup>1</sup>		\$50,000 under \$100,000
	Number or returns (11)	Percentage of total (12)	Number of returns (13)	Percentage of total (14)	Number of returns (15)
<b>All returns.....</b>	<b>130,423,626</b>	<b>100.0</b>	<b>91,306,994</b>	<b>100.0</b>	<b>27,767,147</b>
<b>Returns without U.S. income tax.....</b>	<b>39,314,263</b>	<b>30.1</b>	<b>38,781,004</b>	<b>42.5</b>	<b>495,314</b>
<b>Returns with U.S. income tax.....</b>	<b>91,109,363</b>	<b>69.9</b>	<b>52,525,990</b>	<b>57.5</b>	<b>27,271,833</b>
<b>Effective tax rate:</b>					
Under 5 percent.....	28,201,547	21.6	24,423,093	26.7	3,552,612
5 under 10 percent.....	34,705,607	26.6	20,682,800	22.7	12,977,651
10 under 15 percent.....	19,690,932	15.1	7,296,690	8.0	7,876,427
15 under 20 percent.....	6,476,596	5.0	92,515	0.1	2,794,910
20 under 25 percent.....	1,348,949	1.0	14,147	( <sup>2</sup> )	61,614
25 under 30 percent.....	563,179	0.4	2,615	( <sup>2</sup> )	2,821
30 under 35 percent.....	107,050	0.1	4,820	( <sup>2</sup> )	2,716
35 under 40 percent.....	2,266	( <sup>2</sup> )	**	**	**
40 under 45 percent.....	544	( <sup>2</sup> )	**	**	**
45 under 50 percent.....	1,334	( <sup>2</sup> )	1,309	( <sup>2</sup> )	8
50 under 60 percent.....	286	( <sup>2</sup> )	18	( <sup>2</sup> )	37
60 under 70 percent.....	27	( <sup>2</sup> )	11	( <sup>2</sup> )	--
70 under 80 percent.....	1,019	( <sup>2</sup> )	9	( <sup>2</sup> )	998
80 percent or more.....	10,027	( <sup>2</sup> )	7,962	( <sup>2</sup> )	2,039
Tax status, effective tax rate	Size of expanded income--continued				
	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more		
	Percentage of total (16)	Number of returns (17)	Percentage of total (18)	Number of returns (19)	Percentage of total (20)
<b>All returns.....</b>	<b>100.0</b>	<b>8,776,352</b>	<b>100.0</b>	<b>2,573,133</b>	<b>100.0</b>
<b>Returns without U.S. income tax.....</b>	<b>1.8</b>	<b>32,107</b>	<b>0.4</b>	<b>5,839</b>	<b>0.2</b>
<b>Returns with U.S. income tax.....</b>	<b>98.2</b>	<b>8,744,245</b>	<b>99.6</b>	<b>2,567,295</b>	<b>99.8</b>
<b>Effective tax rate:</b>					
Under 5 percent.....	12.8	175,576	2.0	50,266	2.0
5 under 10 percent.....	46.7	982,065	11.2	63,090	2.5
10 under 15 percent.....	28.4	4,344,809	49.5	173,006	6.7
15 under 20 percent.....	10.1	2,878,939	32.8	710,233	27.6
20 under 25 percent.....	0.2	346,860	4.0	926,328	36.0
25 under 30 percent.....	( <sup>2</sup> )	14,470	0.2	543,272	21.1
30 under 35 percent.....	( <sup>2</sup> )	226	( <sup>2</sup> )	99,288	3.9
35 under 40 percent.....	**	748	( <sup>2</sup> )	1,518	0.1
40 under 45 percent.....	**	492	( <sup>2</sup> )	52	( <sup>2</sup> )
45 under 50 percent.....	( <sup>2</sup> )	3	( <sup>2</sup> )	13	( <sup>2</sup> )
50 under 60 percent.....	( <sup>2</sup> )	42	( <sup>2</sup> )	190	( <sup>2</sup> )
60 under 70 percent.....	--	--	--	15	( <sup>2</sup> )
70 under 80 percent.....	( <sup>2</sup> )	--	--	12	( <sup>2</sup> )
80 percent or more.....	( <sup>2</sup> )	13	( <sup>2</sup> )	12	( <sup>2</sup> )

\*\* Data deleted to avoid disclosure of information for specific taxpayers. However, deleted data are included in the appropriate totals.

<sup>1</sup> Includes returns with adjusted gross deficit or with negative expanded income.

<sup>2</sup> Less than 0.05 percent.

NOTE: Detail may not add to totals because of rounding.

# High-Income Tax Returns for 2003

**Table 12.--Returns With and Without Worldwide Income Tax: Number and Percentages of Returns, by Effective Tax Rate, and by Size of Income Under Alternative Concepts, Tax Year 2003**

[All figures are estimates based on samples]

Tax status, effective tax rate	Total		Size of adjusted gross income		
			Under \$50,000 <sup>1</sup>		\$50,000 under \$100,000
	Number or returns	Percentage of total	Number of returns	Percentage of total	Number of returns
	(1)	(2)	(3)	(4)	(5)
<b>All returns.....</b>	<b>130,423,626</b>	<b>100.0</b>	<b>92,093,453</b>	<b>100.0</b>	<b>26,915,091</b>
<b>Returns without worldwide income tax.....</b>	<b>39,131,010</b>	<b>30.0</b>	<b>38,739,508</b>	<b>42.1</b>	<b>375,582</b>
<b>Returns with worldwide income tax.....</b>	<b>91,292,616</b>	<b>70.0</b>	<b>53,353,945</b>	<b>57.9</b>	<b>26,539,509</b>
<b>Effective tax rate:</b>					
Under 5 percent.....	27,505,085	21.1	24,268,474	26.4	3,089,718
5 under 10 percent.....	35,723,463	27.4	21,934,092	23.8	12,699,694
10 under 15 percent.....	19,616,699	15.0	7,054,907	7.7	7,969,942
15 under 20 percent.....	6,352,018	4.9	55,392	0.1	2,705,642
20 under 25 percent.....	1,360,069	1.0	15,383	( <sup>2</sup> )	58,127
25 under 30 percent.....	565,063	0.4	1,920	( <sup>2</sup> )	5,654
30 under 35 percent.....	122,703	0.1	3,817	( <sup>2</sup> )	2,693
35 under 40 percent.....	9,142	( <sup>2</sup> )	**	**	**
40 under 45 percent.....	6,084	( <sup>2</sup> )	1,777	( <sup>2</sup> )	**
45 under 50 percent.....	7,079	( <sup>2</sup> )	1,422	( <sup>2</sup> )	2,401
50 under 60 percent.....	4,756	( <sup>2</sup> )	**	**	2,821
60 under 70 percent.....	3,633	( <sup>2</sup> )	1,067	( <sup>2</sup> )	2,065
70 under 80 percent.....	388	( <sup>2</sup> )	375	( <sup>2</sup> )	**
80 percent or more.....	16,434	( <sup>2</sup> )	15,318	( <sup>2</sup> )	750
<b>Size of adjusted gross income--continued</b>					
Tax status, effective tax rate	\$50,000 under \$100,000		\$100,000 under \$200,000		\$200,000 or more
	Percentage of total	Number of returns	Percentage of total	Number of returns	Percentage of total
	(6)	(7)	(8)	(9)	(10)
<b>All returns.....</b>	<b>100.0</b>	<b>8,878,643</b>	<b>100.0</b>	<b>2,536,439</b>	<b>100.0</b>
<b>Returns without worldwide income tax.....</b>	<b>1.4</b>	<b>13,503</b>	<b>0.2</b>	<b>2,416</b>	<b>0.1</b>
<b>Returns with worldwide income tax.....</b>	<b>98.6</b>	<b>8,865,139</b>	<b>99.8</b>	<b>2,534,023</b>	<b>99.9</b>
<b>Effective tax rate:</b>					
Under 5 percent.....	11.5	134,518	1.5	12,375	0.5
5 under 10 percent.....	47.2	1,054,837	11.9	34,840	1.4
10 under 15 percent.....	29.6	4,448,364	50.1	143,486	5.7
15 under 20 percent.....	10.1	2,859,559	32.2	731,425	28.8
20 under 25 percent.....	0.2	346,258	3.9	940,300	37.1
25 under 30 percent.....	( <sup>2</sup> )	10,403	0.1	547,085	21.6
30 under 35 percent.....	( <sup>2</sup> )	4,490	0.1	111,703	4.4
35 under 40 percent.....	**	2,950	( <sup>2</sup> )	6,193	0.2
40 under 45 percent.....	**	**	**	4,306	0.2
45 under 50 percent.....	( <sup>2</sup> )	1,090	( <sup>2</sup> )	2,166	( <sup>2</sup> )
50 under 60 percent.....	( <sup>2</sup> )	1,935	( <sup>2</sup> )	**	**
60 under 70 percent.....	( <sup>2</sup> )	376	( <sup>2</sup> )	125	( <sup>2</sup> )
70 under 80 percent.....	**	**	**	**	**
80 percent or more.....	( <sup>2</sup> )	361	( <sup>2</sup> )	18	( <sup>2</sup> )

Footnotes at end of table.

# High-Income Tax Returns for 2003

**Table 12.--Returns With and Without Worldwide Income Tax: Number and Percentages of Returns, by Effective Tax Rate, and by Size of Income Under Alternative Concepts, Tax Year 2003--Continued**

[All figures are estimates based on samples]

Tax status, effective tax rate	Total		Size of expanded income		
			Under \$50,000 <sup>1</sup>		\$50,000 under \$100,000
	Number or returns (11)	Percentage of total (12)	Number of returns (13)	Percentage of total (14)	Number of returns (15)
<b>All returns.....</b>	<b>130,423,626</b>	<b>100.0</b>	<b>91,306,994</b>	<b>100.0</b>	<b>27,767,147</b>
<b>Returns without worldwide income tax.....</b>	<b>39,131,010</b>	<b>30.0</b>	<b>38,642,340</b>	<b>42.3</b>	<b>462,568</b>
<b>Returns with worldwide income tax.....</b>	<b>91,292,616</b>	<b>70.0</b>	<b>52,664,654</b>	<b>57.7</b>	<b>27,304,578</b>
<b>Effective tax rate:</b>					
Under 5 percent.....	28,272,443	21.7	24,530,201	26.9	3,557,258
5 under 10 percent.....	34,710,908	26.6	20,708,391	22.7	12,979,701
10 under 15 percent.....	19,713,775	15.1	7,302,503	8.0	7,886,511
15 under 20 percent.....	6,502,831	5.0	92,515	0.1	2,806,892
20 under 25 percent.....	1,373,393	1.1	14,150	( <sup>2</sup> )	63,637
25 under 30 percent.....	579,932	0.4	2,615	( <sup>2</sup> )	4,789
30 under 35 percent.....	120,056	0.1	4,824	( <sup>2</sup> )	2,715
35 under 40 percent.....	5,234	( <sup>2</sup> )	**	**	**
40 under 45 percent.....	809	( <sup>2</sup> )	**	**	--
45 under 50 percent.....	1,364	( <sup>2</sup> )	1,309	( <sup>2</sup> )	**
50 under 60 percent.....	288	( <sup>2</sup> )	17	( <sup>2</sup> )	38
60 under 70 percent.....	389	( <sup>2</sup> )	8	( <sup>2</sup> )	--
70 under 80 percent.....	1,019	( <sup>2</sup> )	9	( <sup>2</sup> )	998
80 percent or more.....	10,175	( <sup>2</sup> )	8,111	( <sup>2</sup> )	2,039

Tax status, effective tax rate	Size of expanded income--continued				
	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more		
	Percentage of total (16)	Number of returns (17)	Percentage of total (18)	Number of returns (19)	Percentage of total (20)
<b>All returns.....</b>	<b>100.0</b>	<b>8,776,352</b>	<b>100.0</b>	<b>2,573,133</b>	<b>100.0</b>
<b>Returns without worldwide income tax.....</b>	<b>1.7</b>	<b>21,168</b>	<b>0.2</b>	<b>4,934</b>	<b>0.2</b>
<b>Returns with worldwide income tax.....</b>	<b>98.3</b>	<b>8,755,184</b>	<b>99.8</b>	<b>2,568,199</b>	<b>99.8</b>
<b>Effective tax rate:</b>					
Under 5 percent.....	12.8	158,856	1.8	26,127	1.0
5 under 10 percent.....	46.7	970,179	11.1	52,637	2.0
10 under 15 percent.....	28.4	4,355,091	49.6	169,670	6.6
15 under 20 percent.....	10.3	2,892,739	33.0	710,684	27.7
20 under 25 percent.....	0.2	354,600	4.0	941,005	36.6
25 under 30 percent.....	( <sup>2</sup> )	18,368	0.2	554,160	21.5
30 under 35 percent.....	( <sup>2</sup> )	3,326	( <sup>2</sup> )	109,195	4.2
35 under 40 percent.....	**	748	( <sup>2</sup> )	4,486	0.2
40 under 45 percent.....	--	808	( <sup>2</sup> )	**	**
45 under 50 percent.....	**	55	( <sup>2</sup> )	**	**
50 under 60 percent.....	( <sup>2</sup> )	42	( <sup>2</sup> )	192	( <sup>2</sup> )
60 under 70 percent.....	--	362	( <sup>2</sup> )	18	( <sup>2</sup> )
70 under 80 percent.....	( <sup>2</sup> )	--	--	12	( <sup>2</sup> )
80 percent or more.....	( <sup>2</sup> )	13	( <sup>2</sup> )	12	( <sup>2</sup> )

\*\* Data deleted to avoid disclosure of information for specific taxpayers. However, deleted data are included in the appropriate totals.

<sup>1</sup> Includes returns with adjusted gross deficit or with negative expanded income.

<sup>2</sup> Less than 0.05 percent.

NOTE: Detail may not add to totals because of rounding.

# Individual Noncash Charitable Contributions, 2003

by Janette Wilson and Michael Strudler

**T**ax Year 2003 was the first year detailed information was collected from Individual Income tax returns with noncash charitable contributions greater than \$500. This first-time study was initiated in response to increased interest in this subject. Form 8283, *Noncash Charitable Contributions*, is the form used by individual taxpayers when the amount of taxpayer deductions for all noncash donations on Schedule A, *Itemized Deductions*, exceeds \$500.

For 2003, individuals reported noncash donations valued at \$36.9 billion on Form 8283. Of these, donations of corporate stock were the largest type, with 37.2 percent of the total value deducted. The average value of these stock donations was \$79,279 per return. The largest number of donations reported on this form was for clothing, representing 48.0 percent of all donations. For donations where the organizational type was recorded, the largest amount was donated to foundations, which received 31.1 percent of donations [1]. In general, for 2003, individuals made greater noncash contributions the higher their incomes and the older their age. For example, individuals with adjusted gross incomes of \$10 million or more had an average contribution of \$2.8 million. Also, the value of noncash contributions reported by individuals age 65 or over represented 40.8 percent of all such contributions. The average contribution for this age group was \$21,916, contrasting with \$6,193 for the entire population of Form 8283 filers.

Data collected from Form 8283 included a description of the donation, a description of the donee, the donor's cost, the fair market value, and the amount claimed.

The fair market value is the value a willing and knowledgeable buyer would pay a seller in a voluntary situation. In general, taxpayers self-report fair market value based on IRS guidelines. For larger donations, an appraisal may be required. While itemizing taxpayers can generally deduct the fair market value of the donated property, the deduction is limited to less than fair market value in certain cases, depending on the type of property donated, the

type of donee charitable organization, and the use of the property by the donee [2].

For purposes of this study, the donation types were divided into 13 categories: corporate stock, mutual funds, other investments, real estate (except conservation easements), conservation easements, art and collectibles, intellectual property, food, clothing, electronics, household items, cars and other vehicles, and other. Donees were also categorized into the following groups: art, culture and humanities, educational institutions, environmental organizations, health and medical research, large organizations, public and societal benefit, religious organizations, donor-advised funds, family foundations, other private foundations, and other organizations.

Form 8283 has two sections. Section A is intended for donations of \$5,000 or less, and Section B is intended for donations of more than \$5,000. However, publicly-traded securities can be reported on Section A even if their value exceeds \$5,000.

## Detailed Tables

Tables 1 through 5 present detailed data on noncash charitable contributions from Form 8283 for Tax Year 2003. Table 1 shows donations by adjusted gross income (AGI) class and by donation type. Table 2 shows the distribution of donee types by AGI class. Table 3 shows donation types by type of donee. Table 4 shows donation types by age, and Table 5 shows types of donee by age.

Figures A through D present summaries of these data.

## Types of Donations

Figures A, B, and C show the distribution of number and amounts of donations by type of donation. For 2003, taxpayers reported \$36.9 billion in noncash charitable donations on Form 8283 [3]. The number of returns having donations was nearly 6.0 million, while the number of donations was about 14.3 million. The average donation amount for all returns with a Form 8283 was \$6,193, and the average donation amount for each gift was \$2,585.

Donations of corporate stock was the largest category when measured by the amount claimed, representing 37.2 percent of all noncash donations. This was followed by real estate (16.0 percent) and clothing (15.8 percent). The amount of donations for these categories was \$13.7 billion, \$5.9 billion, and

*Janette Wilson is an economist with the Individual Research Section, and Michael Strudler is a senior economist in the Individual Statistics Branch. This article was prepared under the direction of David Paris, Chief.*

# Individual Noncash Charitable Contributions, 2003

**Figure A**

## Individual Noncash Charitable Contributions: All Returns with Donated Property and Property Types, Form 8283, Tax Year 2003

[Money amounts are in thousands of dollars, except average amounts are in whole dollars]

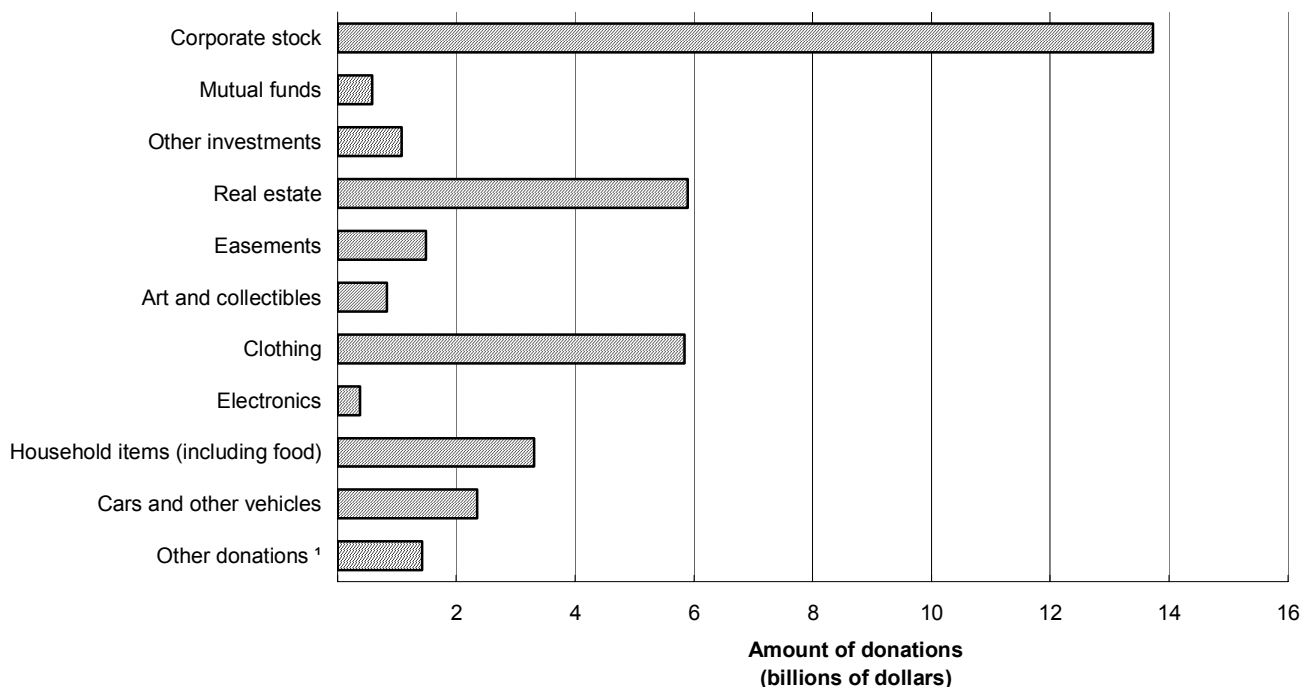
Type of donation	Number of returns	Number of donations	Amount carried to Schedule A	Average amount per return	Average amount per donation	Percent of number of donations	Percent of amount carried
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All.....</b>	<b>5,958,650</b>	<b>14,273,171</b>	<b>36,902,794</b>	<b>6,193</b>	<b>2,585</b>	<b>100.0</b>	<b>100.0</b>
Corporate stock.....	173,211	400,600	13,731,971	79,279	34,279	2.8	37.2
Mutual funds.....	5,743	13,363	586,483	102,129	43,889	0.1	1.6
Other investments.....	5,399	6,787	1,078,478	199,749	158,903	( <sup>1</sup> )	2.9
Real estate.....	23,607	29,310	5,894,501	249,695	201,112	0.2	16.0
Easements.....	2,179	2,407	1,491,924	684,733	619,727	( <sup>1</sup> )	4.0
Art and collectibles.....	88,488	132,037	829,392	9,373	6,282	0.9	2.2
Intellectual property.....	267	746	5,944	22,239	7,967	( <sup>1</sup> )	( <sup>1</sup> )
Food.....	166,436	444,456	79,364	477	179	3.1	0.2
Clothing.....	4,051,990	6,845,070	5,836,108	1,440	853	48.0	15.8
Electronics.....	473,295	541,078	376,065	795	695	3.8	1.0
Household items.....	2,380,911	3,993,570	3,228,065	1,356	808	28.0	8.7
Cars and other vehicles.....	809,966	856,779	2,348,492	2,899	2,741	6.0	6.4
Other donations.....	581,217	1,006,970	1,416,005	2,436	1,406	7.1	3.8

<sup>1</sup> Percentage not computed.

**Figure B**

## Amount of Noncash Donations by Donation Type

Type of donation



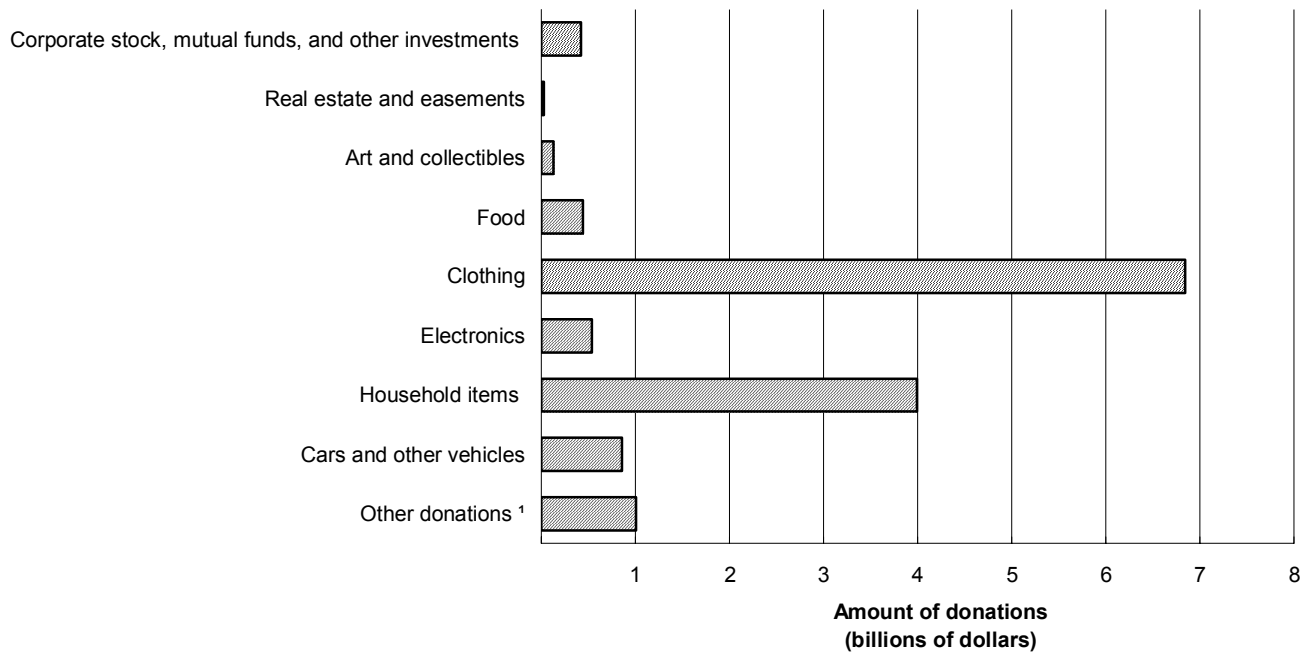
<sup>1</sup> Includes "intellectual property."

## Individual Noncash Charitable Contributions, 2003

**Figure C**

### Number of Noncash Donations by Donation Type

#### Type of donation



\$5.8 billion, respectively. While the totals for stock and real estate were due to large average donations, the total for clothing was due to a large number of donations of much smaller value.

When measured by the percentage of the number of donations, clothing was the largest category. Approximately 48.0 percent of all donations, or 6.8 million, were clothing. The next largest category was household items with 28.0 percent of all donations, or 4.0 million. Donations of clothing and household items were also the largest categories when measured by the number of returns with donations. Of the 6.0 million returns filing Form 8283, approximately 4.1 million included clothing donations, and 2.4 million included household items. The average donation of clothing and household goods per return with these donations was \$1,440 and \$1,356, respectively. In contrast, the average corporate stock donation was \$79,279 per return.

Easements, which include façade and conservation easements, were the largest category when

measured in terms of average donation per return and average amount per donation. For easement donations, the average per return was \$684,733. The number of easement donations was only about 2,400, the second smallest category behind intellectual property which had less than one thousand donations.

Figure D shows the donations made in Section A and Section B of Form 8283. In Section A, 14.2 million donations were reported, with a total fair market value of \$26.7 billion, an average of \$1,881 per donation. In contrast, on Section B, only 98.8 thousand donations were reported, but the amount claimed was \$10.2 billion with an average donation of \$103,643. While corporate stock (\$12.7 billion) and clothing (\$5.8 billion) were the dominant types of donations in Section A, real estate (\$5.4 billion) and easements (\$1.4 billion) led Section B donation values.

#### Donee Organizations

Figure E shows information on donee organizations. For Tax Year 2003, this information was collected only for Section A of Form 8283 (deductions of

# Individual Noncash Charitable Contributions, 2003

## Figure D

### Individual Noncash Charitable Contributions: All Returns with Donated Property and Property Types, Form 8283: Section A and Section B, Tax Year 2003

[Money amounts are in thousands of dollars, except average amounts are in whole dollars]

Type of donation	Section A: Returns with deductions of \$5,000 or less and publicly-traded securities			Section B: Returns with deductions of more than \$5,000		
	Number of donations	Fair market value <sup>1</sup>	Average amount per donation	Number of donations	Amount carried to Schedule A	Average amount per donation
	(1)	(2)	(3)	(4)	(5)	(6)
<b>All.....</b>	<b>14,174,333</b>	<b>26,658,878</b>	<b>1,881</b>	<b>98,839</b>	<b>10,243,916</b>	<b>103,643</b>
Corporate stock.....	394,925	12,679,447	32,106	5,675	1,052,524	185,480
Mutual funds.....	9,219	143,536	15,570	4,144	442,947	106,885
Other investments.....	2,679	300,173	112,042	4,108	778,305	189,466
Real estate.....	12,710	490,915	38,623	16,599	5,403,586	325,534
Easements.....	506	137,411	271,547	1,901	1,354,513	712,392
Art and collectibles.....	104,804	180,835	1,725	27,233	648,557	23,815
Intellectual property.....	701	634	905	45	5,310	117,813
Food.....	443,339	77,489	175	1,117	1,875	1,678
Clothing.....	6,838,935	5,789,006	846	6,135	47,102	7,678
Electronics.....	540,947	373,082	690	131	2,983	22,796
Household items.....	3,983,744	3,130,464	786	9,826	97,601	9,933
Cars and other vehicles.....	839,572	2,119,397	2,524	17,207	229,096	13,314
Other donations <sup>2</sup> .....	1,002,252	1,236,487	1,234	4,717	179,517	38,054

<sup>1</sup> Fair market value is the amount carried to the Schedule A from Section A of Form 8283.

<sup>2</sup> Includes "intellectual property."

## Figure E

### Individual Noncash Charitable Contributions: Returns with Deductions of \$5,000 or Less and Publicly-Traded Securities, by Donee Organizations, Form 8283, Tax Year 2003

[Money amounts are in thousands of dollars, except average amounts are in whole dollars]

Type of donee <sup>1</sup>	Number of returns	Number of donations	Fair market value	Average fair market value per return	Average amount of fair market value per donation	Percent of number of donations	Percent of fair market value
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All donees.....</b>	<b>5,928,897</b>	<b>14,174,333</b>	<b>26,658,878</b>	<b>4,496</b>	<b>1,881</b>	<b>100.0</b>	<b>100.0</b>
Arts, culture, and humanities.....	195,999	231,195	687,727	3,509	2,975	1.6	2.6
Educational institutions.....	308,377	423,555	2,196,613	7,123	5,186	3.0	8.2
Environment and animals.....	80,545	112,438	254,164	3,156	2,260	0.8	1.0
Health and medical research.....	616,090	801,366	1,027,545	1,668	1,282	5.7	3.9
Large organizations.....	4,120,045	7,401,330	6,699,150	1,626	905	52.2	25.1
Public and societal benefit.....	1,538,987	2,242,802	2,868,716	1,864	1,279	15.8	10.8
Religious organizations.....	1,253,193	2,168,019	3,263,071	2,604	1,505	15.3	12.2
Donor-advised funds.....	11,666	16,804	638,943	54,770	38,023	0.1	2.4
Foundations.....	411,183	517,742	8,280,546	20,138	15,994	3.7	31.1
Other donees.....	200,554	259,081	742,403	3,702	2,866	1.8	2.8

<sup>1</sup> Data by donee organizations only collected for Section A: deduction of \$5,000 or less and publicly-traded securities. These comprise 72.2 percent of the value of Form 8283 noncash contributions.

## Individual Noncash Charitable Contributions, 2003

\$5,000 or less and publicly-traded securities). On Section A, \$26.7 billion, or 72.2 percent of the value of all Form 8283 donations, were reported.

Of these, almost a third, or \$8.3 billion, were donations made to foundations. The next largest category was large organizations, such as the Red Cross, and then religious organizations. About \$6.7 billion were donated to large organizations, and \$3.3 billion to religious organizations. As a percentage of total fair market value, foundations represented 31.1 percent of the total amount; large organizations, 25.1 percent, and religious organizations, 12.2 percent.

When measured in terms of number of donations, 52.2 percent were made to large organizations, and only 3.7 percent were made to foundations. The second largest category was public and societal benefit organizations (15.8 percent) followed by religious organizations (15.3 percent). The number of returns with donations to large organizations was 4.1 million, followed by 1.5 million to public and societal benefit and 1.3 million to religious organizations.

When measured by average donation per return, donations to donor-advised funds was the largest, with an average donation of \$54,770. This was

followed by an average donation of \$20,138 to foundations. Donor-advised funds, however, only represented 0.1 percent of the number of donations. Donor-advised funds are accounts maintained and operated by charitable organizations. A donor or group of donors make contributions to the fund and make suggestions concerning the investment and distribution of funds.

Other donee organizations of note included educational institutions and health and medical research. While just 3.0 percent of the donations were given to educational institutions, the value of these noncash donations represented 8.2 percent of the value of all Section A Form 8283 donations. Conversely, while 5.7 percent of all donations were given to organizations in the health and medical field, the value of these donations was just 3.9 percent of the value of all donations.

### Donations by Income Class

Figure F shows returns with donations by AGI class. Overall, in terms of the amount claimed on Schedule A, taxpayers with an AGI of \$100,000 and under \$200,000 made the most donations and had the

**Figure F**

### Individual Noncash Charitable Contributions: All Returns with Donated Property and All Property Types, by Size of Adjusted Gross Income, Form 8283, Tax Year 2003

[Money amounts are in thousands of dollars, except average amounts are in whole dollars]

Size of adjusted gross income	Number of returns	Percent of returns	Adjusted gross income	Amount carried to Schedule A	Percent of amount carried to Schedule A	Donation to AGI ratio	Average donation per return
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>5,958,650</b>	<b>100.0</b>	<b>836,798,672</b>	<b>36,902,794</b>	<b>100.0</b>	<b>4.4</b>	<b>6,193</b>
Under \$5,000.....	43,652	0.7	-7,106,876	350,140	0.9	( <sup>1</sup> )	8,021
\$5,000 under \$10,000.....	25,258	0.4	211,717	48,199	0.1	22.8	1,908
\$10,000 under \$15,000.....	47,019	0.8	590,662	84,640	0.2	14.3	1,800
\$15,000 under \$20,000.....	47,404	0.8	842,056	90,141	0.2	10.7	1,902
\$20,000 under \$25,000.....	131,079	2.2	2,944,870	332,462	0.9	11.3	2,536
\$25,000 under \$30,000.....	117,842	2.0	3,269,791	318,640	0.9	9.7	2,704
\$30,000 under \$40,000.....	418,046	7.0	14,781,447	929,842	2.5	6.3	2,224
\$40,000 under \$50,000.....	451,119	7.6	20,363,102	923,411	2.5	4.5	2,047
\$50,000 under \$75,000.....	1,143,419	19.2	71,256,446	2,837,536	7.7	4.0	2,482
\$75,000 under \$100,000.....	1,176,846	19.8	102,355,774	3,474,943	9.4	3.4	2,953
\$100,000 under \$200,000.....	1,708,465	28.7	228,999,248	8,156,426	22.1	3.6	4,774
\$200,000 under \$500,000.....	497,799	8.4	145,080,696	3,563,068	9.7	2.5	7,158
\$500,000 under \$1,000,000.....	97,940	1.6	66,110,944	1,936,449	5.2	2.9	19,772
\$1,000,000 under \$1,500,000.....	22,680	0.4	27,484,915	2,037,970	5.5	7.4	89,856
\$1,500,000 under \$2,000,000.....	9,467	0.2	16,292,401	723,585	2.0	4.4	76,433
\$2,000,000 under \$5,000,000.....	14,203	0.2	42,110,648	2,327,011	6.3	5.5	163,837
\$5,000,000 under \$10,000,000.....	3,871	0.1	26,569,271	1,624,666	4.4	6.1	419,730
\$10,000,000 or more.....	2,542	( <sup>2</sup> )	74,641,560	7,143,664	19.4	9.6	2,810,253

<sup>1</sup> Percentage not computed.

<sup>2</sup> Less than 0.05 percent.

## Individual Noncash Charitable Contributions, 2003

largest dollar value. These taxpayers donated \$8.2 billion on 1.7 million tax returns. The average donation amount per return (making a noncash contribution) was \$4,774. These donations represented 3.6 percent of the AGI of this group. A little over half of the value of the amount claimed by these taxpayers was donations of real estate and easements.

The second largest donating group was taxpayers with AGI of \$10,000,000 or more. These taxpayers, while being the smallest group, donated \$7.1 billion, an average donation of \$2.8 million per return (making a noncash contribution). These donations represent 9.6 percent of their AGI. This was in spite of the fact that this group of taxpayers had the fewest number of noncash donations. Only a little over 2,500 returns in this AGI group filed Form 8283. Table 1 shows that, of the \$7.1 billion (Table 1a)

donated by these taxpayers, \$6.1 billion (Table 1b) were donations of corporate stock, mutual funds, and other investments.

Figure G shows that, for donations reported on Section A of the tax form, taxpayers with AGI of between \$75,000 and under \$200,000 claimed the most on Schedule A, followed by taxpayers with AGI of \$10,000,000 or more. Deductions of \$7.3 and \$5.6 billion, respectively, were reported. As an average donation per return, taxpayers in the \$10,000,000-or-more category made the highest donations with an average amount of \$2.4 million.

Donations reported on Section B showed a similar pattern. Of the \$10.2 billion in donations claimed on Schedule A, about 41.9 percent, or \$4.3 billion, were made by taxpayers in the \$75,000 and under-\$200,000 AGI group. The second largest

**Figure G**

### Individual Noncash Charitable Contributions: All Returns with Donated Property and All Property Types, by Size of Adjusted Gross Income, Form 8283: Section A and Section B, Tax Year 2003

[Money amounts are in thousands of dollars, except average amounts are in whole dollars]

Size of adjusted gross income	Number of returns	Amount carried to Schedule A	Percent of amount carried to Schedule A	Average donation per return
	(1)	(2)	(3)	(4)
<b>Returns with deductions of \$5,000 or less and publicly traded securities</b>				
<b>All returns.....</b>	<b>5,928,897</b>	<b>26,658,878</b>	<b>100.0</b>	<b>4,496</b>
Under \$25,000.....	293,206	773,785	2.9	2,639
\$25,000 under \$75,000.....	2,122,100	4,568,581	17.1	2,153
\$75,000 under \$200,000.....	2,875,082	7,334,638	27.5	2,551
\$200,000 under \$500,000.....	493,152	2,387,953	9.0	4,842
\$500,000 under \$1,000,000.....	95,147	1,230,531	4.6	12,933
\$1,000,000 under \$1,500,000.....	21,864	1,578,048	5.9	72,177
\$1,500,000 under \$2,000,000.....	9,048	531,634	2.0	58,757
\$2,000,000 under \$5,000,000.....	13,456	1,527,981	5.7	113,552
\$5,000,000 under \$10,000,000.....	3,557	1,147,841	4.3	322,726
\$10,000,000 or more.....	2,284	5,577,885	20.9	2,442,156
Size of adjusted gross income	Number of returns	Amount carried to Schedule A	Percent of amount carried to Schedule A	Average donation per return
	(1)	(2)	(3)	(4)
<b>Returns with deductions of more than \$5,000</b>				
<b>All returns.....</b>	<b>62,140</b>	<b>10,243,916</b>	<b>100.0</b>	<b>164,852</b>
Under \$25,000.....	3,392	131,797	1.3	38,858
\$25,000 under \$75,000.....	14,751	440,848	4.3	29,886
\$75,000 under \$200,000.....	21,172	4,296,732	41.9	202,941
\$200,000 under \$500,000.....	12,238	1,175,115	11.5	96,019
\$500,000 under \$1,000,000.....	5,622	705,918	6.9	125,573
\$1,000,000 under \$1,500,000.....	1,700	459,922	4.5	270,475
\$1,500,000 under \$2,000,000.....	747	191,950	1.9	256,866
\$2,000,000 under \$5,000,000.....	1,459	799,030	7.8	547,709
\$5,000,000 under \$10,000,000.....	572	476,825	4.7	833,843
\$10,000,000 or more.....	487	1,565,779	15.3	3,215,152

## Individual Noncash Charitable Contributions, 2003

group was AGI of \$10,000,000 or more reporting \$1.6 billion of donations. For this group, the average donation per return was \$3.2 million.

### Donations by Age

Figure H shows donations by age. In general, it appears that the older the taxpayer, the larger the value of the noncash donations. The amount claimed and the average value of donations per return both increased with age. However, the types of donations varied with age. For instance, the age group 65 and older tended to give more stocks and other securities (includes mutual funds and other investments), real estate and easements, and art and collectibles. Taxpayers in the 45-under-55 age group appeared to give more food, clothing, household items, and vehicles.

Of the \$36.9 billion in donations, approximately 40.8 percent, or \$15.1 billion, were made by those taxpayers 65 and older, an average of almost \$22,000 per return. The large percentage of the total value of noncash contributions made by the age-65-or-over group was despite the fact that this group of taxpayers had the fewest number of donations, with 0.7 million, of all the age groups tabulated. Of the \$15.1 billion in donations from this group, \$8.1 billion were from stocks and other securities. This represented over half (52.8 percent) of the value of the \$15.4 billion in donations of stock and other securities reported by all filers of Form 8283. Real estate and easements were the second largest donation type made by taxpayers 65 or over, representing 32.1 percent of the total value of their noncash deductions. Over 65 percent of the value of all real estate and easement donations were made by this group.

### Explanation of Selected Terms

*Amount carried to Schedule A.*--This is the fair market value from Section A (items with a deduction of \$5,000 or less and publicly-traded securities) plus the lesser of the fair market value or amount claimed on Section B (items with a deduction of \$5,000 or more).

*Amount claimed.*--This amount is reported on Section B only. For ordinary income property, the amount claimed is the fair market value minus the amount of ordinary income or short-term gain. For capital gain property, the fair market value is usually used. For bargain sales (a sale or exchange for less than the fair market value), the amount claimed is the fair market value minus the amount received for the sale.

*Donor's cost.*--Also known as the adjusted basis or tax basis, this is the amount the owner paid for the property. If the property was received as a gift, the donor's cost carries over to the donee, increased by any gift tax paid on the appreciated portion of the property. If acquired from a decedent, the basis is the fair market value of the property used for estate tax purposes.

*Fair market value.*--The fair market value is the value a willing and knowledgeable buyer would pay a seller in a voluntary situation.

*Number of donations.*--For this study, data were collected on how donations were reported by the taxpayer. For example, if clothing was listed twice even though it was given to the same donee organization, it was counted as two separate donations.

*Number of returns.*--Number of returns that had a Form 8283 attached in the SOI sample. For this study, all returns were used whether or not the taxpayer carried Form 8283 amounts to Schedule A.

Please note that the allowable amount of a non-cash deduction depends on whether the property is ordinary income or capital gain property. Ordinary income property is property that if sold would generate ordinary income or short-term capital gain. Examples are clothing, household items, or inventory and capital assets held less than 1 year. Capital gain property results in a long-term gain if sold. An example of this would be real property used for a taxpayer's business or corporate stock held more than 1 year. The total charitable deduction is generally limited to no more than 50 percent of AGI. This amount can be reduced to 30 percent or 20 percent depending on the type of property donated and the type of charitable organization. The statistics for this article include the entire deduction amount reported by taxpayers and transcribed from Form 8283 to line 16 of Schedule A. The limitations are then applied to the amount reported on line 18 of that schedule.

Donated property types include:

- ☐ Art and collectibles--Includes sculptures, photography, paintings, memorabilia, and jewelry.
- ☐ Cars and other vehicles--Includes cars and trucks, planes, and boats.

# Individual Noncash Charitable Contributions, 2003

**Figure H**

## Individual Noncash Charitable Contributions: Donations, by Property Type and Age, Form 8283, Tax Year 2003

[Money amounts are in thousands of dollars, except average amounts are in whole dollars]

Age	All donation types			Number of returns in population	Percent of 8283 filing population	Corporate stock, mutual funds, and other investments		
	Number of returns	Amount carried to Schedule A	Average amount per return			Number of returns	Amount carried to Schedule A	Average amount per return
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>All returns.....</b>	<b>5,958,650</b>	<b>36,902,794</b>	<b>6,193</b>	<b>130,423,626</b>	<b>100.0</b>	<b>184,353</b>	<b>15,396,932</b>	<b>83,519</b>
Under 35.....	825,472	2,068,885	2,506	47,178,965	36.2	2,360	164,023	69,500
35 under 45.....	1,556,680	6,123,787	3,934	26,564,736	20.4	21,668	1,987,729	91,734
45 under 55.....	1,660,668	6,646,300	4,002	23,942,157	18.4	37,838	2,301,281	60,819
55 under 65.....	1,228,762	7,006,221	5,702	15,986,821	12.3	41,991	2,818,991	67,134
65 and older.....	687,069	15,057,602	21,916	16,750,947	12.8	80,495	8,124,908	100,937

Age	Real estate and easements			Art and collectibles			Food		
	Number of returns	Amount carried to Schedule A	Average amount per return	Number of returns	Amount carried to Schedule A	Average amount per return	Number of returns	Amount carried to Schedule A	Average amount per return
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)
<b>All returns.....</b>	<b>25,786</b>	<b>7,386,425</b>	<b>286,455</b>	<b>88,488</b>	<b>829,392</b>	<b>9,373</b>	<b>166,436</b>	<b>79,364</b>	<b>477</b>
Under 35.....	1,510	208,393	138,050	1,778	31,539	17,742	7,833	6,356	811
35 under 45.....	3,405	681,648	200,168	14,853	89,685	6,038	41,574	17,967	432
45 under 55.....	5,852	542,532	92,716	23,668	98,368	4,156	47,387	24,959	527
55 under 65.....	8,452	1,124,609	133,062	23,916	129,704	5,423	40,608	20,743	511
65 and older.....	6,567	4,829,242	735,331	24,274	480,097	19,778	29,035	9,339	322

Age	Clothing			Electronics			Household		
	Number of returns	Amount carried to Schedule A	Average amount per return	Number of returns	Amount carried to Schedule A	Average amount per return	Number of returns	Amount carried to Schedule A	Average amount per return
	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)
<b>All returns.....</b>	<b>4,051,990</b>	<b>5,836,108</b>	<b>1,440</b>	<b>473,295</b>	<b>376,065</b>	<b>795</b>	<b>2,380,911</b>	<b>3,228,065</b>	<b>1,356</b>
Under 35.....	570,707	834,658	1,462	53,124	38,198	719	314,220	413,135	1,315
35 under 45.....	1,092,780	1,625,704	1,488	118,871	100,878	849	602,289	757,578	1,258
45 under 55.....	1,146,234	1,594,296	1,391	140,198	132,327	944	635,730	935,351	1,471
55 under 65.....	815,351	1,176,815	1,443	101,212	64,641	639	526,269	703,119	1,336
65 and older.....	426,918	604,636	1,416	59,890	40,021	668	302,404	418,883	1,385

Age	Cars and other vehicles			Other <sup>1</sup>		
	Number of returns	Amount carried to Schedule A	Average amount per return	Number of returns	Amount carried to Schedule A	Average amount per return
	(27)	(28)	(29)	(30)	(31)	(32)
<b>All returns.....</b>	<b>809,966</b>	<b>2,348,492</b>	<b>2,899</b>	<b>581,485</b>	<b>1,421,949</b>	<b>2,445</b>
Under 35.....	119,123	309,053	2,594	56,126	63,529	1,132
35 under 45.....	200,229	572,007	2,857	148,209	290,591	1,961
45 under 55.....	256,087	691,779	2,701	159,094	325,408	2,045
55 under 65.....	165,146	537,311	3,254	135,764	430,288	3,169
65 and older.....	69,382	238,343	3,435	82,292	312,132	3,793

<sup>1</sup> Includes "intellectual property."

## Individual Noncash Charitable Contributions, 2003

- ☐ Clothing--Includes coats, shoes, and belts
- ☐ Corporate stock--Includes shares of publicly-traded and closely held common stock and stock rights.
- ☐ Electronics--Includes televisions, DVD players, video games, fax machines, and computer systems.
- ☐ Food--Includes wine, vitamins, snacks, restaurant coupons, and catering.
- ☐ Household items--Includes books, appliances, exercise equipment, furniture, and toys.
- ☐ Intellectual property--Includes patents, copyrights, trademarks, trade names, and trade secrets.
- ☐ Mutual funds--Includes shares of taxable and nontaxable mutual funds.
- ☐ Other investments--Includes partnerships, real estate investment trusts, bonds, futures, and life insurance policies.
- ☐ Real estate--Includes buildings, cabins, commercial property, and building rentals.
- ☐ Other--Includes tickets, medical equipment, horses, musical instruments, and building materials, etc.

Donee organizations include:

- ☐ Arts, culture, and humanities--Includes organizations involved with the arts, music, history, and cultural activities, such as museums, libraries, science centers, and theatres.
- ☐ Donor-advised funds--A segregated fund within a public charity that permits the donor to have advisory privileges on distributions or investments.
- ☐ Educational institutions--Includes organizations whose primary function is educational,

such as schools, universities, fraternities, and scholarship funds.

- ☐ Environmental organizations--Includes organizations that protect, promote, or seek to improve the environment or welfare of animals, such as local animal shelters, botanical gardens, and garden clubs.
- ☐ Foundations--A foundation is a type of philanthropic organization set up by individuals or institutions as a legal entity (usually either a corporation or trust) with the purpose of distributing grants to support causes in line with the goal of the foundation. For the purpose of this study, this includes family foundations which are specific to a person or family and other private foundations which are community foundations
- ☐ Health and medical research--Includes hospitals, medical associations, nursing homes, and hospices.
- ☐ Large organizations--Includes large national and international organizations that have local chapters, such as Goodwill Industries International, International Committee of the Red Cross, The Salvation Army, United Way International, Habitat for Humanity International, and Boy Scouts of America.
- ☐ Other--Includes all other organizations that are not included in any other category.
- ☐ Public and societal benefit--These are organizations that benefit individuals or communities, and do not meet the conditions of other categories such as education, health, and religion. These include homeless shelters, food banks, and political think tanks.
- ☐ Religious organizations--Includes churches, synagogues, and book and thrift stores run by religious organizations.

### Data Source and Limitations

These statistics are based on a sample of individual income tax returns (Forms 1040, 1040A, and 1040EZ,

## Individual Noncash Charitable Contributions, 2003

including electronically-filed returns) filed during Calendar Year 2004. Returns in the sample were stratified based on: (1) the larger of positive income or negative income (absolute value); (2) the size of business and farm receipts; (3) the presence or absence of specific forms or schedules; and (4) the usefulness of returns for tax policy modeling purposes [4]. Returns were then selected at rates ranging from 0.05 percent to 100 percent. The 2003 data are based on a sample of 182,810 returns and an estimated final population of 131,291,334 returns [5]. The number of returns in the sample with Form 8283 was 27,706.

Since the data presented here are estimates based on a sample of returns filed, they are subject to sampling error. To properly use the statistical data provided, the magnitude of the potential sampling error must be known; coefficients of variation (CV's) are used to measure that magnitude. Figure I shows estimated CV's for the numbers of returns and money amounts for selected income items. The reliability of estimates based on samples, and the use of coefficients of variation for evaluating the precision of estimates based on samples, are discussed in the Appendix to this issue of the *Bulletin*.

### Notes and References

- [1] For Tax Year 2003 this information was collected only for Section A of Form 8283 (deductions of \$5,000 or less and publicly-traded securities). This represented 99.3 percent of the donations and 72.2 percent of the value of those donations.
- [2] In addition, total deductions for charitable donations may not exceed 50 percent of AGI, and lower limits apply to donations of appreciated property and contributions to certain private foundations. Donations in excess of these percentages can be carried forward for future deduction for up to 5 years. The total of most itemized deductions, including charitable contributions, is reduced by 3 percent of AGI above certain levels.
- [3] For 2003, some 23.9 million taxpayers reported making a total of \$38.0 billion in noncash contributions. These larger amounts reflect taxpayers making total noncash donations of less than \$500 or, in some cases, failing to file the required form. See *Statistics of Income--2003*,

**Figure I**

### Individual Noncash Charitable Contributions: Coefficients of Variation for Selected Items, by Adjusted Gross Income, Tax Year 2003

[Coefficients of variation are in percentages]

Size of adjusted gross income	Number of returns	Donor's cost	Amount carried to Schedule A	Fair market value
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>1.45</b>	<b>3.22</b>	<b>9.36</b>	<b>21.51</b>
Under \$25,000.....	6.54	9.37	10.81	18.55
\$25,000 under \$50,000.....	4.01	7.19	5.62	5.69
\$50,000 under \$75,000.....	3.74	6.52	9.70	9.69
\$75,000 under \$100,000.....	3.74	5.76	19.97	19.48
\$100,000 under \$200,000.....	2.65	8.79	39.62	57.49
\$200,000 under \$500,000.....	2.33	5.69	10.92	12.99
\$500,000 under \$1,000,000.....	2.52	6.66	8.21	9.65
\$1,000,000 under \$1,500,000.....	2.84	7.92	40.95	34.89
\$1,500,000 under \$2,000,000.....	2.58	9.93	11.35	10.84
\$2,000,000 under \$5,000,000.....	1.40	11.60	6.15	6.84
\$5,000,000 under \$10,000,000.....	1.21	2.42	1.80	2.26
\$10,000,000 or more.....	--	--	--	--

## Individual Noncash Charitable Contributions, 2003

*Individual Income Tax Returns (IRS Publication 1304).*

- [4] Returns in the sample were stratified based on the presence or absence of one or more of the following forms or schedules: Form 2555, *Foreign Earned Income*; Form 1116, *Foreign Tax Credit (Individual, Fiduciary, or Non-*

*resident Alien Individual)*; Schedule C, *Profit or Loss from Business (Sole Proprietorship)*; and Schedule F, *Profit or Loss From Farming*.

- [5] For further details on the description of the sample, see *Statistics of Income--2003, Individual Income Tax Returns* (IRS Publication 1304).

# Individual Noncash Charitable Contributions, 2003

**Table 1a.—Individual Noncash Charitable Contributions: All Returns with Donated Property and All Property Types, by Size of Adjusted Gross Income, Form 8283, Tax Year 2003**

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income	All returns				Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		
	Number of returns	Donor's cost	Amount carried to Schedule A <sup>1</sup>	Fair market value	Number of donations	Donor's cost	Fair market value
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>5,958,650</b>	<b>40,798,397</b>	<b>36,902,794</b>	<b>51,073,276</b>	<b>14,174,333</b>	<b>36,508,907</b>	<b>26,658,878</b>
Under \$25,000.....	294,411	1,557,742	905,581	1,189,644	665,928	1,454,770	773,785
\$25,000 under \$50,000.....	987,007	5,161,781	2,171,893	2,192,728	2,232,068	5,141,240	2,138,739
\$50,000 under \$75,000.....	1,143,419	6,399,050	2,837,536	2,838,341	2,537,139	6,187,637	2,429,842
\$75,000 under \$100,000.....	1,176,846	6,661,431	3,474,943	3,815,621	2,808,959	6,584,383	2,752,281
\$100,000 under \$200,000.....	1,708,465	12,312,477	8,156,426	18,968,248	4,237,796	10,685,787	4,582,357
\$200,000 under \$500,000.....	497,799	4,525,289	3,563,068	4,072,861	1,261,574	3,844,056	2,387,953
\$500,000 under \$1,000,000.....	97,940	1,413,809	1,936,449	2,330,192	269,226	1,007,786	1,230,531
\$1,000,000 under \$1,500,000.....	22,680	516,394	2,037,970	2,437,351	69,076	338,265	1,578,048
\$1,500,000 under \$2,000,000.....	9,467	256,496	723,585	861,185	27,130	172,284	531,634
\$2,000,000 under \$5,000,000.....	14,203	788,162	2,327,011	2,929,520	42,955	372,020	1,527,981
\$5,000,000 under \$10,000,000.....	3,871	382,588	1,624,666	1,960,878	12,679	185,867	1,147,841
\$10,000,000 or more.....	2,542	823,177	7,143,664	7,476,708	9,801	534,811	5,577,885

Size of adjusted gross income	Section B: Returns with deductions of more than \$5,000				
	Number of donations	Fair market value	Donor's cost	Amount claimed as deduction <sup>2</sup>	Amount carried to Schedule A
	(8)	(9)	(10)	(11)	(12)
<b>All returns.....</b>	<b>98,839</b>	<b>24,414,398</b>	<b>4,289,490</b>	<b>3,911,153</b>	<b>10,243,916</b>
Under \$25,000.....	3,434	415,859	102,972	101,038	131,797
\$25,000 under \$50,000.....	2,950	53,989	20,541	15,365	33,154
\$50,000 under \$75,000.....	19,325	408,498	211,413	160,660	407,694
\$75,000 under \$100,000.....	9,654	1,063,341	77,048	694,703	722,663
\$100,000 under \$200,000.....	28,760	14,385,890	1,626,690	244,988	3,574,069
\$200,000 under \$500,000.....	14,961	1,684,908	681,233	323,791	1,175,115
\$500,000 under \$1,000,000.....	9,084	1,099,661	406,023	475,182	705,918
\$1,000,000 under \$1,500,000.....	4,601	859,303	178,128	323,390	459,922
\$1,500,000 under \$2,000,000.....	1,245	329,551	84,212	91,336	191,950
\$2,000,000 under \$5,000,000.....	2,543	1,401,538	416,141	601,191	799,030
\$5,000,000 under \$10,000,000.....	1,326	813,037	196,721	275,868	476,825
\$10,000,000 or more.....	954	1,898,823	288,366	603,640	1,565,779

Footnotes at end of Table 1k.

# Individual Noncash Charitable Contributions, 2003

**Table 1b.--Individual Noncash Charitable Contributions: Returns with Donated Property: Corporate Stock, Mutual Funds, and Other Investments, by Size of Adjusted Gross Income, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	All returns				Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		
	Number of returns	Donor's cost	Amount carried to Schedule A <sup>1</sup>	Fair market value	Number of donations	Donor's cost	Fair market value
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>184,353</b>	<b>2,224,652</b>	<b>15,396,932</b>	<b>15,786,406</b>	<b>406,823</b>	<b>1,873,027</b>	<b>13,123,156</b>
Under \$25,000.....	3,628	26,877	143,126	146,874	4,156	22,922	111,791
\$25,000 under \$75,000.....	34,298	61,498	259,585	259,585	77,656	61,330	256,029
\$75,000 under \$200,000.....	72,433	225,260	1,831,765	1,832,582	146,325	224,945	1,182,803
\$200,000 under \$500,000.....	39,659	329,821	1,104,437	1,104,913	84,252	279,308	1,035,511
\$500,000 under \$1,000,000.....	15,698	253,374	1,049,586	1,058,045	38,116	171,653	870,304
\$1,000,000 under \$1,500,000.....	6,164	149,114	1,494,485	1,498,264	16,882	139,406	1,438,939
\$1,500,000 under \$2,000,000.....	3,031	111,592	535,513	556,181	8,374	95,320	464,951
\$2,000,000 under \$5,000,000.....	5,741	268,411	1,582,017	1,600,005	17,593	223,041	1,340,650
\$5,000,000 under \$10,000,000.....	2,083	220,867	1,251,997	1,385,228	6,814	156,257	1,076,937
\$10,000,000 or more.....	1,617	577,838	6,144,420	6,344,729	6,654	498,845	5,345,242

Size of adjusted gross income	Section B: Returns with deductions of more than \$5,000				
	Number of donations	Fair market value	Donor's cost	Amount claimed as deduction <sup>2</sup>	Amount carried to Schedule A
	(8)	(9)	(10)	(11)	(12)
<b>All returns.....</b>	<b>13,927</b>	<b>2,663,250</b>	<b>351,625</b>	<b>1,414,569</b>	<b>2,273,776</b>
Under \$25,000.....	980	35,084	3,956	21,674	31,336
\$25,000 under \$75,000.....	*7	*3,556	*167	*390	*3,556
\$75,000 under \$200,000.....	6,240	649,779	315	646,646	648,961
\$200,000 under \$500,000.....	2,671	69,402	50,513	10,629	68,927
\$500,000 under \$1,000,000.....	1,881	187,741	81,722	72,560	179,281
\$1,000,000 under \$1,500,000.....	475	59,325	9,708	28,060	55,546
\$1,500,000 under \$2,000,000.....	382	91,230	16,272	29,972	70,562
\$2,000,000 under \$5,000,000.....	578	259,355	45,370	175,422	241,367
\$5,000,000 under \$10,000,000.....	379	308,291	64,610	131,645	175,061
\$10,000,000 or more.....	334	999,487	78,993	297,572	799,178

Footnotes at end of Table 1k.

# Individual Noncash Charitable Contributions, 2003

**Table 1c.--Individual Noncash Charitable Contributions: Returns with Donated Property: Real Estate and Conservation Easements, by Size of Adjusted Gross Income, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	All returns				Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		
	Number of returns	Donor's cost	Amount carried to Schedule A <sup>1</sup>	Fair market value	Number of donations	Donor's cost	Fair market value
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>25,786</b>	<b>3,186,198</b>	<b>7,386,425</b>	<b>20,956,291</b>	<b>13,216</b>	<b>233,400</b>	<b>628,326</b>
Under \$25,000.....	2,369	98,255	163,443	441,672	*2,228	*59,820	*90,347
\$25,000 under \$75,000.....	5,761	161,140	291,825	312,660	*3,228	*4,079	*19,743
\$75,000 under \$200,000.....	9,094	1,406,114	3,648,236	14,762,088	5,151	11,752	223,651
\$200,000 under \$500,000.....	4,393	454,226	879,166	1,345,309	1,797	62,291	103,560
\$500,000 under \$1,000,000.....	2,119	247,388	447,561	822,528	386	23,538	26,748
\$1,000,000 under \$1,500,000.....	716	152,415	389,006	770,137	170	12,064	23,436
\$1,500,000 under \$2,000,000.....	323	62,957	109,175	217,957	88	11,097	15,452
\$2,000,000 under \$5,000,000.....	595	315,913	525,004	1,034,887	121	34,990	87,110
\$5,000,000 under \$10,000,000.....	230	102,094	276,337	472,838	26	5,236	20,782
\$10,000,000 or more.....	187	185,696	656,673	776,215	21	8,533	17,497

Size of adjusted gross income	Section B: Returns with deductions of more than \$5,000				
	Number of donations	Fair market value	Donor's cost	Amount claimed as deduction <sup>2</sup>	Amount carried to Schedule A
	(8)	(9)	(10)	(11)	(12)
<b>All returns.....</b>	<b>18,500</b>	<b>20,327,965</b>	<b>2,952,798</b>	<b>1,841,948</b>	<b>6,758,099</b>
Under \$25,000.....	153	351,325	38,435	56,156	73,096
\$25,000 under \$75,000.....	*3,514	*292,916	*157,061	*67,812	*272,081
\$75,000 under \$200,000.....	6,186	14,538,437	1,394,362	159,339	3,424,585
\$200,000 under \$500,000.....	2,900	1,241,749	391,935	212,267	775,606
\$500,000 under \$1,000,000.....	3,636	795,780	223,850	352,679	420,813
\$1,000,000 under \$1,500,000.....	703	746,701	140,351	266,397	365,570
\$1,500,000 under \$2,000,000.....	290	202,506	51,860	48,430	93,723
\$2,000,000 under \$5,000,000.....	617	947,777	280,923	336,303	437,894
\$5,000,000 under \$10,000,000.....	283	452,056	96,858	118,129	255,555
\$10,000,000 or more.....	218	758,718	177,163	224,436	639,176

Footnotes at end of Table 1k.

## Individual Noncash Charitable Contributions, 2003

**Table 1d.--Individual Noncash Charitable Contributions: Returns with Donated Property: Art and Collectibles, by Size of Adjusted Gross Income, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	All returns				Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		
	Number of returns	Donor's cost	Amount carried to Schedule A <sup>1</sup>	Fair market value	Number of donations	Donor's cost	Fair market value
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>88,488</b>	<b>345,503</b>	<b>829,392</b>	<b>866,482</b>	<b>104,804</b>	<b>140,210</b>	<b>180,835</b>
Under \$25,000.....	5,050	16,356	16,062	17,969	9,414	12,379	10,015
\$25,000 under \$75,000.....	27,124	54,911	165,823	165,823	30,840	43,772	55,885
\$75,000 under \$200,000.....	39,872	48,999	137,496	138,091	43,344	40,610	67,041
\$200,000 under \$500,000.....	11,654	176,334	288,421	288,764	15,203	32,841	31,762
\$500,000 under \$1,000,000.....	2,313	8,138	31,670	31,111	3,135	3,009	2,615
\$1,000,000 under \$1,500,000.....	1,065	5,912	22,930	22,930	1,267	3,905	6,667
\$1,500,000 under \$2,000,000.....	368	3,940	16,134	17,064	413	622	805
\$2,000,000 under \$5,000,000.....	683	13,290	40,136	65,519	806	2,102	1,990
\$5,000,000 under \$10,000,000.....	218	10,869	27,705	28,322	191	605	2,983
\$10,000,000 or more.....	141	6,754	83,016	90,889	191	365	1,071

Size of adjusted gross income	Section B: Returns with deductions of more than \$5,000				
	Number of donations	Fair market value	Donor's cost	Amount claimed as deduction <sup>2</sup>	Amount carried to Schedule A
	(8)	(9)	(10)	(11)	(12)
<b>All returns.....</b>	<b>27,233</b>	<b>685,646</b>	<b>205,293</b>	<b>294,022</b>	<b>648,557</b>
Under \$25,000.....	138	7,954	3,977	4,449	6,047
\$25,000 under \$75,000.....	9,537	109,938	11,139	81,110	109,938
\$75,000 under \$200,000.....	11,954	71,050	8,389	21,403	70,455
\$200,000 under \$500,000.....	2,690	257,002	143,493	66,516	256,659
\$500,000 under \$1,000,000.....	629	28,496	5,129	15,102	29,055
\$1,000,000 under \$1,500,000.....	579	16,262	2,007	11,636	16,262
\$1,500,000 under \$2,000,000.....	285	16,258	3,318	3,567	15,328
\$2,000,000 under \$5,000,000.....	872	63,529	11,188	25,338	38,147
\$5,000,000 under \$10,000,000.....	398	25,338	10,264	9,670	24,721
\$10,000,000 or more.....	149	89,818	6,389	55,232	81,945

Footnotes at end of Table 1k.

# Individual Noncash Charitable Contributions, 2003

**Table 1e.--Individual Noncash Charitable Contributions: Returns with Donated Property: Food, by Size of Adjusted Gross Income, Totals and Section A,<sup>3</sup> Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	All returns				Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		
	Number of returns	Donor's cost	Amount carried to Schedule A <sup>1</sup>	Fair market value	Number of donations	Donor's cost	Fair market value
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>166,436</b>	<b>64,409</b>	<b>79,364</b>	<b>79,351</b>	<b>443,339</b>	<b>62,686</b>	<b>77,489</b>
Under \$25,000.....	11,904	3,974	5,805	5,792	18,551	3,889	5,706
\$25,000 under \$75,000.....	45,691	23,151	23,770	23,770	272,222	23,151	23,694
\$75,000 under \$200,000.....	91,440	31,162	41,155	41,155	130,763	31,162	41,155
\$200,000 under \$500,000.....	13,064	3,061	4,783	4,783	15,372	1,617	3,339
\$500,000 under \$1,000,000.....	2,740	1,606	1,798	1,798	3,634	1,545	1,737
\$1,000,000 under \$1,500,000.....	804	395	654	654	1,654	395	654
\$1,500,000 under \$2,000,000.....	237	329	414	414	279	230	314
\$2,000,000 under \$5,000,000.....	392	410	502	502	627	410	502
\$5,000,000 under \$10,000,000.....	128	237	396	396	186	204	310
\$10,000,000 or more.....	37	83	87	87	51	83	78

Footnotes at end of Table 1k.

**Table 1f.--Individual Noncash Charitable Contributions: Returns with Donated Property: Clothing, by Size of Adjusted Gross Income, Totals and Section A,<sup>3</sup> Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	All returns				Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		
	Number of returns	Donor's cost	Amount carried to Schedule A <sup>1</sup>	Fair market value	Number of donations	Donor's cost	Fair market value
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>4,051,990</b>	<b>16,248,660</b>	<b>5,836,108</b>	<b>5,831,270</b>	<b>6,838,935</b>	<b>16,143,939</b>	<b>5,789,006</b>
Under \$25,000.....	178,638	619,123	238,089	238,089	275,480	619,123	238,071
\$25,000 under \$75,000.....	1,389,897	5,194,436	1,969,433	1,969,433	2,256,906	5,179,837	1,963,837
\$75,000 under \$200,000.....	2,050,844	7,926,521	2,840,328	2,835,490	3,513,341	7,865,545	2,808,175
\$200,000 under \$500,000.....	344,419	1,920,536	604,659	604,659	624,583	1,896,716	597,691
\$500,000 under \$1,000,000.....	62,166	401,827	121,995	121,995	117,976	399,334	121,433
\$1,000,000 under \$1,500,000.....	12,376	80,656	25,996	25,996	25,597	79,957	25,764
\$1,500,000 under \$2,000,000.....	4,948	34,482	11,451	11,451	9,746	33,913	10,955
\$2,000,000 under \$5,000,000.....	6,600	48,059	17,600	17,600	11,758	47,141	16,915
\$5,000,000 under \$10,000,000.....	1,405	10,105	4,093	4,093	2,433	10,021	3,900
\$10,000,000 or more.....	696	12,915	2,464	2,464	1,114	12,353	2,265

Footnotes at end of Table 1k.

## Individual Noncash Charitable Contributions, 2003

**Table 1g.--Individual Noncash Charitable Contributions: Returns with Donated Property: Electronics, by Size of Adjusted Gross Income, Totals and Section A,<sup>3</sup> Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	All returns				Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		
	Number of returns	Donor's cost	Amount carried to Schedule A <sup>1</sup>	Fair market value	Number of donations	Donor's cost	Fair market value
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>473,295</b>	<b>842,243</b>	<b>376,065</b>	<b>376,443</b>	<b>540,947</b>	<b>839,399</b>	<b>373,082</b>
Under \$25,000.....	19,356	33,500	13,229	13,229	27,240	33,500	13,198
\$25,000 under \$75,000.....	165,164	250,237	123,628	123,628	183,336	250,163	123,586
\$75,000 under \$200,000.....	230,991	408,560	182,078	182,078	262,377	408,426	182,072
\$200,000 under \$500,000.....	47,846	114,967	42,318	42,318	56,050	114,967	42,318
\$500,000 under \$1,000,000.....	6,892	21,571	7,885	7,885	7,918	20,738	6,422
\$1,000,000 under \$1,500,000.....	1,379	6,976	1,923	1,923	1,956	6,360	1,923
\$1,500,000 under \$2,000,000.....	547	1,736	640	640	714	1,736	640
\$2,000,000 under \$5,000,000.....	833	2,541	1,485	1,485	990	2,541	1,485
\$5,000,000 under \$10,000,000.....	192	700	962	1,339	249	534	512
\$10,000,000 or more.....	95	1,455	1,918	1,918	116	433	928

Footnotes at end of Table 1k.

**Table 1h.--Individual Noncash Charitable Contributions: Returns with Donated Property: Household Items, by Size of Adjusted Gross Income, Totals and Section A,<sup>3</sup> Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	All returns				Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		
	Number of returns	Donor's cost	Amount carried to Schedule A <sup>1</sup>	Fair market value	Number of donations	Donor's cost	Fair market value
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>2,380,911</b>	<b>9,109,598</b>	<b>3,228,065</b>	<b>3,224,300</b>	<b>3,983,744</b>	<b>8,925,572</b>	<b>3,130,464</b>
Under \$25,000.....	110,636	364,966	159,923	159,923	232,218	359,894	158,967
\$25,000 under \$75,000.....	818,041	2,829,075	1,042,888	1,043,211	1,292,547	2,823,438	1,038,353
\$75,000 under \$200,000.....	1,201,095	4,674,470	1,570,097	1,564,610	2,025,798	4,546,958	1,511,342
\$200,000 under \$500,000.....	194,824	855,447	304,568	304,568	328,657	849,986	297,846
\$500,000 under \$1,000,000.....	39,655	257,572	89,113	89,113	74,036	231,073	78,347
\$1,000,000 under \$1,500,000.....	7,913	55,268	26,614	28,399	15,760	49,038	19,408
\$1,500,000 under \$2,000,000.....	3,065	18,956	8,821	8,821	5,140	17,493	7,115
\$2,000,000 under \$5,000,000.....	4,242	40,211	15,615	15,225	7,172	36,788	11,854
\$5,000,000 under \$10,000,000.....	938	8,676	5,181	5,181	1,559	7,156	3,932
\$10,000,000 or more.....	502	4,957	5,244	5,248	857	3,747	3,301

Footnotes at end of Table 1k.

## Individual Noncash Charitable Contributions, 2003

**Table 1i.--Individual Noncash Charitable Contributions: Returns with Donated Property: Food, Clothing, Household Items, and Electronics, by Size of Adjusted Gross Income, Totals and Section B,<sup>3</sup> Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	Section B: Returns with deductions of \$5,000 or more				
	Number of transactions	Fair market value	Donor's cost	Amount claimed <sup>2</sup>	Amount carried to Schedule A
	(1)	(2)	(3)	(4)	(5)
<b>All returns.....</b>	<b>17,209</b>	<b>141,322</b>	<b>293,314</b>	<b>107,605</b>	<b>149,561</b>
Under \$25,000.....	134	1,092	5,158	116	1,106
\$25,000 under \$75,000.....	3,233	10,572	20,310	7,906	10,249
\$75,000 under \$200,000.....	8,006	80,590	188,622	61,431	90,914
\$200,000 under \$500,000.....	2,171	15,134	30,726	17,191	15,134
\$500,000 under \$1,000,000.....	789	12,853	29,886	10,080	12,853
\$1,000,000 under \$1,500,000.....	2,420	9,223	7,544	4,594	7,438
\$1,500,000 under \$2,000,000.....	111	2,302	2,132	1,741	2,302
\$2,000,000 under \$5,000,000.....	134	4,056	4,341	2,996	4,447
\$5,000,000 under \$10,000,000.....	157	2,355	1,802	780	1,978
\$10,000,000 or more.....	53	3,145	2,793	770	3,141

Footnotes at end of Table 1k.

# Individual Noncash Charitable Contributions, 2003

**Table 1j.--Individual Noncash Charitable Contributions: Returns with Donated Property: Cars and Other Vehicles, by Size of Adjusted Gross Income, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	All returns				Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		
	Number of returns	Donor's cost	Amount carried to Schedule A <sup>1</sup>	Fair market value	Number of donations	Donor's cost	Fair market value
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>809,966</b>	<b>7,488,079</b>	<b>2,348,492</b>	<b>2,475,565</b>	<b>839,572</b>	<b>7,134,301</b>	<b>2,119,397</b>
Under \$25,000.....	44,616	336,956	110,102	110,294	44,529	286,179	91,667
\$25,000 under \$75,000.....	349,646	2,656,000	897,743	898,225	361,847	2,638,375	865,731
\$75,000 under \$200,000.....	365,625	3,748,008	1,013,603	1,061,162	381,455	3,643,274	980,239
\$200,000 under \$500,000.....	40,687	500,102	161,252	204,083	43,538	449,186	134,259
\$500,000 under \$1,000,000.....	6,519	116,593	61,011	59,695	5,752	77,740	23,222
\$1,000,000 under \$1,500,000.....	1,288	32,219	25,270	36,814	1,155	21,345	16,921
\$1,500,000 under \$2,000,000.....	563	14,700	8,888	12,341	506	6,232	1,829
\$2,000,000 under \$5,000,000.....	750	52,742	43,793	59,573	607	7,550	2,272
\$5,000,000 under \$10,000,000.....	167	22,050	14,363	19,778	122	2,649	1,640
\$10,000,000 or more.....	104	8,711	12,466	13,599	62	1,771	1,617

Size of adjusted gross income	Section B: Returns with deductions of more than \$5,000				
	Number of donations	Fair market value	Donor's cost	Amount claimed as deduction <sup>2</sup>	Amount carried to Schedule A
	(8)	(9)	(10)	(11)	(12)
<b>All returns.....</b>	<b>17,207</b>	<b>356,168</b>	<b>353,779</b>	<b>138,186</b>	<b>229,096</b>
Under \$25,000.....	*2,001	*18,627	*50,777	*17,097	*18,435
\$25,000 under \$75,000.....	*5,735	*32,493	*17,625	*7,694	*32,012
\$75,000 under \$200,000.....	4,607	80,923	104,733	22,429	33,364
\$200,000 under \$500,000.....	3,055	69,824	50,916	8,975	26,993
\$500,000 under \$1,000,000.....	1,183	36,473	38,853	17,080	37,789
\$1,000,000 under \$1,500,000.....	182	19,894	10,874	6,419	8,349
\$1,500,000 under \$2,000,000.....	90	10,512	8,468	6,616	7,060
\$2,000,000 under \$5,000,000.....	214	57,302	45,191	34,910	41,522
\$5,000,000 under \$10,000,000.....	73	18,138	19,401	11,269	12,723
\$10,000,000 or more.....	68	11,982	6,940	5,697	10,849

Footnotes at end of Table 1k.

# Individual Noncash Charitable Contributions, 2003

**Table 1k.--Individual Noncash Charitable Contributions: Returns with Donated Property: Other Donations (Including Intellectual Property), by Size of Adjusted Gross Income, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	All returns				Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		
	Number of returns	Donor's cost	Amount carried to Schedule A <sup>1</sup>	Fair market value	Number of donations	Donor's cost	Fair market value
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns.....</b>	<b>581,485</b>	<b>1,289,055</b>	<b>1,421,949</b>	<b>1,477,169</b>	<b>1,002,953</b>	<b>1,156,374</b>	<b>1,237,122</b>
Under \$25,000.....	38,104	57,734	55,800	55,800	52,112	57,065	54,023
\$25,000 under \$75,000.....	178,097	330,384	234,735	234,735	290,624	304,733	221,724
\$75,000 under \$200,000.....	287,940	504,816	366,612	366,612	538,200	497,497	338,160
\$200,000 under \$500,000.....	57,666	170,795	173,466	173,466	92,122	157,145	141,668
\$500,000 under \$1,000,000.....	11,869	105,739	125,830	138,021	18,273	79,156	99,703
\$1,000,000 under \$1,500,000.....	3,144	33,440	51,093	52,234	4,636	25,795	44,336
\$1,500,000 under \$2,000,000.....	1,365	7,803	32,549	36,316	1,870	5,641	29,573
\$2,000,000 under \$5,000,000.....	2,214	46,585	100,857	134,724	3,282	17,456	65,204
\$5,000,000 under \$10,000,000.....	630	6,991	43,632	43,703	1,098	3,205	36,845
\$10,000,000 or more.....	456	24,769	237,376	241,559	735	8,680	205,886

Size of adjusted gross income	Section B: Returns with deductions of more than \$5,000				
	Number of donations	Fair market value	Donor's cost	Amount claimed as deduction <sup>2</sup>	Amount carried to Schedule A
	(8)	(9)	(10)	(11)	(12)
<b>All returns.....</b>	<b>4,763</b>	<b>240,047</b>	<b>132,681</b>	<b>114,822</b>	<b>184,827</b>
Under \$25,000.....	29	1,777	669	1,546	1,777
\$25,000 under \$75,000.....	*249	*13,011	*25,652	*11,113	*13,011
\$75,000 under \$200,000.....	*1,420	*28,453	*7,318	*28,443	*28,453
\$200,000 under \$500,000.....	1,475	31,797	13,650	8,214	31,797
\$500,000 under \$1,000,000.....	965	38,318	26,583	7,681	26,128
\$1,000,000 under \$1,500,000.....	241	7,898	7,644	6,284	6,756
\$1,500,000 under \$2,000,000.....	87	6,742	2,162	1,009	2,975
\$2,000,000 under \$5,000,000.....	128	69,519	29,129	26,223	35,653
\$5,000,000 under \$10,000,000.....	37	6,859	3,787	4,376	6,787
\$10,000,000 or more.....	132	35,673	16,088	19,934	31,490

\* Estimate should be used with caution because of small number of sample returns on which it is based.

<sup>1</sup> Amount carried to Schedule A is the fair market value from Section A (items with a deduction of \$5,000 or less and publicly-traded securities) plus the lesser of the fair market value or amount claimed on Section B (items with a deduction of more than \$5,000).

<sup>2</sup> Amount claimed on Section B (items with a deduction of more than \$5,000) is the entry used when taxpayer has a cost to subtract from fair market value.

<sup>3</sup> Section B (items with a deduction of more than \$5,000) data are not broken out separately for Tables 1e through 1h due to small sample size.

## Individual Noncash Charitable Contributions, 2003

**Table 2.--Individual Noncash Charitable Contributions: All Donee Organizations, by Size of Adjusted Gross Income, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities,<sup>1</sup> Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Type of donee, size of adjusted gross income	Number of returns	Number of donations	Donor's cost	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)	(5)
<b>All donee organizations</b>					
<b>All returns.....</b>	<b>5,928,897</b>	<b>14,174,333</b>	<b>36,508,907</b>	<b>26,658,878</b>	<b>4,496</b>
Under \$25,000.....	293,206	665,928	1,454,770	773,785	2,639
\$25,000 under \$75,000.....	2,122,100	4,769,207	11,328,877	4,568,581	2,153
\$75,000 under \$200,000.....	2,875,082	7,046,755	17,270,170	7,334,638	2,551
\$200,000 under \$500,000.....	493,152	1,261,574	3,844,056	2,387,953	4,842
\$500,000 under \$1,000,000.....	95,147	269,226	1,007,786	1,230,531	12,933
\$1,000,000 under \$1,500,000.....	21,864	69,076	338,265	1,578,048	72,177
\$1,500,000 under \$2,000,000.....	9,048	27,130	172,284	531,634	58,757
\$2,000,000 under \$5,000,000.....	13,456	42,955	372,020	1,527,981	113,552
\$5,000,000 under \$10,000,000.....	3,557	12,679	185,867	1,147,841	322,726
\$10,000,000 or more.....	2,284	9,801	534,811	5,577,885	2,442,156
<b>Arts, culture, and humanities organizations</b>					
<b>All returns.....</b>	<b>195,999</b>	<b>231,195</b>	<b>337,817</b>	<b>687,727</b>	<b>3,509</b>
Under \$25,000.....	12,554	16,216	46,141	25,440	2,026
\$25,000 under \$75,000.....	51,104	61,562	45,175	55,210	1,080
\$75,000 under \$200,000.....	95,648	101,566	95,047	87,425	914
\$200,000 under \$500,000.....	25,863	33,551	84,787	137,728	5,325
\$500,000 under \$1,000,000.....	6,130	10,098	17,516	44,209	7,211
\$1,000,000 under \$1,500,000.....	1,695	2,940	4,993	26,805	15,810
\$1,500,000 under \$2,000,000.....	827	1,352	13,374	29,324	35,440
\$2,000,000 under \$5,000,000.....	1,420	2,295	13,156	55,215	38,894
\$5,000,000 under \$10,000,000.....	426	840	4,728	66,204	155,466
\$10,000,000 or more.....	330	774	12,899	160,167	485,354
<b>Educational institutions</b>					
<b>All returns.....</b>	<b>308,377</b>	<b>423,555</b>	<b>905,942</b>	<b>2,196,613</b>	<b>7,123</b>
Under \$25,000.....	11,271	17,088	28,929	24,042	2,133
\$25,000 under \$75,000.....	86,179	101,311	231,589	136,537	1,584
\$75,000 under \$200,000.....	151,595	217,184	314,739	363,704	2,399
\$200,000 under \$500,000.....	38,358	51,755	89,787	174,987	4,562
\$500,000 under \$1,000,000.....	10,696	16,674	79,541	155,230	14,513
\$1,000,000 under \$1,500,000.....	4,059	7,126	35,773	140,535	34,625
\$1,500,000 under \$2,000,000.....	1,649	2,991	17,659	88,624	53,740
\$2,000,000 under \$5,000,000.....	2,937	5,789	41,316	251,793	85,728
\$5,000,000 under \$10,000,000.....	964	2,016	22,015	219,034	227,310
\$10,000,000 or more.....	669	1,622	44,596	642,127	959,831

Footnotes at end of table.

# Individual Noncash Charitable Contributions, 2003

**Table 2.--Individual Noncash Charitable Contributions: All Donee Organizations, by Size of Adjusted Gross Income, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities,<sup>1</sup> Form 8283, Tax Year 2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Type of donee, size of adjusted gross income	Number of returns	Number of donations	Donor's cost	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)	(5)
<b>Environmental and animal-related organizations</b>					
<b>All returns.....</b>	<b>80,545</b>	<b>112,438</b>	<b>208,829</b>	<b>254,164</b>	<b>3,156</b>
Under \$25,000.....	5,062	8,726	3,933	3,034	599
\$25,000 under \$75,000.....	22,578	35,937	63,612	24,888	1,102
\$75,000 under \$200,000.....	40,475	50,782	56,892	62,612	1,547
\$200,000 under \$500,000.....	8,562	10,995	54,667	47,478	5,545
\$500,000 under \$1,000,000.....	2,402	3,994	10,044	16,119	6,710
\$1,000,000 under \$1,500,000.....	536	626	5,709	12,971	24,212
\$1,500,000 under \$2,000,000.....	233	293	738	8,181	35,171
\$2,000,000 under \$5,000,000.....	443	639	3,008	18,261	41,184
\$5,000,000 under \$10,000,000.....	146	246	2,443	20,117	137,855
\$10,000,000 or more.....	107	200	7,782	40,504	378,541
<b>Health and medical research</b>					
<b>All returns.....</b>	<b>616,090</b>	<b>801,366</b>	<b>2,390,047</b>	<b>1,027,545</b>	<b>1,668</b>
Under \$25,000.....	21,154	32,740	70,376	27,440	1,297
\$25,000 under \$75,000.....	215,417	272,674	777,568	306,009	1,421
\$75,000 under \$200,000.....	314,272	403,184	1,226,239	392,844	1,250
\$200,000 under \$500,000.....	49,772	70,473	222,971	109,329	2,197
\$500,000 under \$1,000,000.....	9,961	14,071	47,826	23,284	2,337
\$1,000,000 under \$1,500,000.....	2,584	3,785	13,517	20,273	7,845
\$1,500,000 under \$2,000,000.....	903	1,261	5,785	9,876	10,933
\$2,000,000 under \$5,000,000.....	1,346	1,920	9,036	27,605	20,513
\$5,000,000 under \$10,000,000.....	404	730	2,798	26,397	65,402
\$10,000,000 or more.....	277	528	13,930	84,488	305,009
<b>Large organizations</b>					
<b>All returns.....</b>	<b>4,120,045</b>	<b>7,401,330</b>	<b>18,581,546</b>	<b>6,699,150</b>	<b>1,626</b>
Under \$25,000.....	180,721	287,901	753,950	292,501	1,619
\$25,000 under \$75,000.....	1,423,160	2,476,794	5,997,809	2,192,169	1,540
\$75,000 under \$200,000.....	2,085,216	3,846,620	9,205,812	3,286,935	1,576
\$200,000 under \$500,000.....	346,890	624,060	2,059,840	672,762	1,939
\$500,000 under \$1,000,000.....	59,140	118,358	390,163	134,984	2,282
\$1,000,000 under \$1,500,000.....	12,246	24,208	73,596	30,519	2,492
\$1,500,000 under \$2,000,000.....	4,663	9,498	31,570	15,041	3,225
\$2,000,000 under \$5,000,000.....	6,053	10,600	50,350	30,148	4,980
\$5,000,000 under \$10,000,000.....	1,344	2,284	12,955	15,494	11,530
\$10,000,000 or more.....	611	1,007	5,502	28,597	46,803

Footnotes at end of table.

# Individual Noncash Charitable Contributions, 2003

**Table 2.--Individual Noncash Charitable Contributions: All Donee Organizations, by Size of Adjusted Gross Income, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities,<sup>1</sup> Form 8283, Tax Year 2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Type of donee, size of adjusted gross income	Number of returns	Number of donations	Donor's cost	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)	(5)
<b>Public and societal benefit</b>					
<b>All returns.....</b>	<b>1,538,987</b>	<b>2,242,802</b>	<b>5,750,031</b>	<b>2,868,716</b>	<b>1,864</b>
Under \$25,000.....	76,276	108,216	247,127	91,471	1,199
\$25,000 under \$75,000.....	560,285	816,520	2,275,901	888,283	1,585
\$75,000 under \$200,000.....	726,021	1,024,617	2,403,594	1,120,143	1,543
\$200,000 under \$500,000.....	132,514	222,934	523,320	295,772	2,232
\$500,000 under \$1,000,000.....	28,731	43,380	161,097	119,291	4,152
\$1,000,000 under \$1,500,000.....	6,683	12,662	41,413	43,740	6,545
\$1,500,000 under \$2,000,000.....	2,632	4,151	16,406	16,600	6,308
\$2,000,000 under \$5,000,000.....	4,173	7,320	54,118	78,048	18,702
\$5,000,000 under \$10,000,000.....	1,061	1,919	13,708	40,353	38,028
\$10,000,000 or more.....	610	1,084	13,347	175,015	286,911
Type of donee, size of adjusted gross income	Number of returns	Number of donations	Donor's cost	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)	(5)
<b>Religious organizations</b>					
<b>All returns.....</b>	<b>1,253,193</b>	<b>2,168,019</b>	<b>4,800,908</b>	<b>3,263,071</b>	<b>2,604</b>
Under \$25,000.....	53,500	168,556	184,817	114,841	2,147
\$25,000 under \$75,000.....	406,362	762,188	1,354,025	658,755	1,621
\$75,000 under \$200,000.....	635,392	1,007,254	2,459,066	1,188,247	1,870
\$200,000 under \$500,000.....	120,292	167,586	456,839	408,010	3,392
\$500,000 under \$1,000,000.....	24,844	39,721	170,012	285,363	11,486
\$1,000,000 under \$1,500,000.....	5,585	10,195	45,654	103,677	18,562
\$1,500,000 under \$2,000,000.....	2,394	3,886	36,493	75,192	31,414
\$2,000,000 under \$5,000,000.....	3,539	6,167	40,703	154,281	43,593
\$5,000,000 under \$10,000,000.....	810	1,455	18,498	69,863	86,230
\$10,000,000 or more.....	475	1,010	34,801	204,843	431,248
Type of donee, size of adjusted gross income	Number of returns	Number of donations	Donor's cost	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)	(5)
<b>Donor-advised funds</b>					
<b>All returns.....</b>	<b>11,666</b>	<b>16,804</b>	<b>101,412</b>	<b>638,943</b>	<b>54,770</b>
Under \$25,000.....	*19	*37	*302	*943	*49,772
\$25,000 under \$75,000.....	*2,978	*4,932	*1,850	*26,383	*8,859
\$75,000 under \$200,000.....	2,124	2,264	3,197	15,127	7,121
\$200,000 under \$500,000.....	3,578	3,906	7,203	67,730	18,930
\$500,000 under \$1,000,000.....	1,086	1,818	8,342	51,354	47,276
\$1,000,000 under \$1,500,000.....	602	1,110	14,336	53,022	88,134
\$1,500,000 under \$2,000,000.....	313	550	3,483	41,310	132,010
\$2,000,000 under \$5,000,000.....	607	1,160	32,661	119,385	196,807
\$5,000,000 under \$10,000,000.....	216	587	14,167	90,915	420,768
\$10,000,000 or more.....	143	441	15,872	172,773	1,208,203

Footnotes at end of table.

# Individual Noncash Charitable Contributions, 2003

**Table 2.--Individual Noncash Charitable Contributions: All Donee Organizations, by Size of Adjusted Gross Income, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities,<sup>1</sup> Form 8283, Tax Year 2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Type of donee, size of adjusted gross income	Number of returns	Number of donations	Donor's cost	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)	(5)
<b>Foundations</b>					
<b>All returns.....</b>	<b>411,183</b>	<b>517,742</b>	<b>2,689,515</b>	<b>8,280,546</b>	<b>20,138</b>
Under \$25,000.....	16,889	18,938	115,835	169,862	10,058
\$25,000 under \$75,000.....	120,178	148,112	388,842	180,415	1,501
\$75,000 under \$200,000.....	216,891	266,954	1,086,226	685,143	3,159
\$200,000 under \$500,000.....	37,286	51,159	267,553	403,094	10,811
\$500,000 under \$1,000,000.....	10,246	13,945	92,423	334,427	32,640
\$1,000,000 under \$1,500,000.....	3,205	5,070	98,940	1,131,031	352,908
\$1,500,000 under \$2,000,000.....	1,377	2,587	44,810	222,871	161,882
\$2,000,000 under \$5,000,000.....	2,994	5,813	117,987	718,520	239,969
\$5,000,000 under \$10,000,000.....	1,089	2,250	92,003	556,690	511,090
\$10,000,000 or more.....	1,029	2,915	384,897	3,878,494	3,769,188
<b>Other donees</b>					
<b>All returns.....</b>	<b>200,554</b>	<b>259,081</b>	<b>742,861</b>	<b>742,403</b>	<b>3,702</b>
Under \$25,000.....	6,547	7,509	3,359	24,211	3,698
\$25,000 under \$75,000.....	71,714	89,176	192,506	99,932	1,393
\$75,000 under \$200,000.....	91,299	126,331	419,360	132,459	1,451
\$200,000 under \$500,000.....	22,001	25,155	77,090	71,064	3,230
\$500,000 under \$1,000,000.....	6,131	7,168	30,821	66,270	10,810
\$1,000,000 under \$1,500,000.....	1,161	1,354	4,335	15,475	13,334
\$1,500,000 under \$2,000,000.....	465	562	1,965	24,616	52,937
\$2,000,000 under \$5,000,000.....	781	1,251	9,687	74,724	95,664
\$5,000,000 under \$10,000,000.....	286	354	2,552	42,775	149,307
\$10,000,000 or more.....	169	220	1,185	190,877	1,129,449

\* Estimate should be used with caution because of small number of sample returns on which it is based.

<sup>1</sup> Data by donee organizations only collected for Section A: deductions of \$5,000 or less and publicly-traded securities. These comprise 72.2 percent of the value of Form 8283 noncash contributions.

# Individual Noncash Charitable Contributions, 2003

**Table 3.--Individual Noncash Charitable Contributions: Returns with Donated Property: All Property Types by Donee, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Type of donation	Total		Arts, culture, and humanities		Educational institutions
	Number of donations	Fair market value	Number of donations	Fair market value	Number of donations
	(1)	(2)	(3)	(4)	(5)
<b>All returns.....</b>	<b>14,174,333</b>	<b>26,658,878</b>	<b>231,195</b>	<b>687,727</b>	<b>423,555</b>
Stock, mutual funds, and other investments.....	406,823	13,123,156	20,754	419,787	77,281
Real estate and conservation easements .....	13,216	628,326	504	99,925	2,460
Art and collectibles.....	104,804	180,835	17,997	35,706	15,404
Food.....	443,339	77,489	2,073	1,106	25,872
Clothing.....	6,838,935	5,789,006	13,299	20,245	67,058
Electronics.....	540,947	373,082	10,593	7,192	21,225
Household items .....	3,983,744	3,130,464	142,955	73,859	102,914
Cars and other vehicles.....	839,572	2,119,397	284	1,907	27,776
Other and intellectual property.....	1,002,953	1,237,122	22,737	28,000	83,565
Type of donation	Educational institutions--continued	Environment and animals		Health and medical research	
	Fair market value	Number of donations	Fair market value	Number of donations	Fair market value
	(6)	(7)	(8)	(9)	(10)
<b>All returns.....</b>	<b>2,196,613</b>	<b>112,438</b>	<b>254,164</b>	<b>801,366</b>	<b>1,027,545</b>
Stock, mutual funds, and other investments.....	1,818,901	27,293	128,301	8,906	192,832
Real estate and conservation easements .....	19,206	195	57,620	*46	*48
Art and collectibles.....	24,919	4,077	9,832	14,114	45,810
Food.....	1,997	1,908	1,674	775	319
Clothing.....	49,702	17,401	7,704	409,634	293,941
Electronics.....	25,462	3,337	5,647	14,316	10,739
Household items .....	59,309	34,749	16,786	163,415	116,725
Cars and other vehicles.....	78,664	10,708	17,216	118,843	303,516
Other and intellectual property.....	118,454	12,770	9,384	71,317	63,616
Type of donation	Large organizations		Public and societal benefit		Religious organizations
	Number of donations	Fair market value	Number of donations	Fair market value	Number of donations
	(11)	(12)	(13)	(14)	(15)
<b>All returns.....</b>	<b>7,401,330</b>	<b>6,699,150</b>	<b>2,242,802</b>	<b>2,868,716</b>	<b>2,168,019</b>
Stock, mutual funds, and other investments.....	21,992	154,855	42,220	569,634	133,978
Real estate and conservation easements .....	*1,676	*3,143	4,584	234,726	488
Art and collectibles.....	11,239	7,772	19,159	19,940	12,115
Food.....	19,855	9,416	85,580	31,045	293,810
Clothing.....	4,326,330	3,806,904	995,232	813,267	720,222
Electronics.....	267,879	198,525	119,189	59,529	72,177
Household items .....	2,245,801	1,913,070	581,828	434,494	573,060
Cars and other vehicles.....	159,153	354,442	233,071	589,285	162,794
Other and intellectual property.....	347,405	251,023	161,938	116,796	199,374
Type of donation	Religious organizations--continued	Foundations		Other donees <sup>1</sup>	
	Fair market value	Number of donations	Fair market value	Number of donations	Fair market value
	(16)	(17)	(18)	(19)	(20)
<b>All returns.....</b>	<b>3,263,071</b>	<b>517,742</b>	<b>8,280,546</b>	<b>275,885</b>	<b>1,381,347</b>
Stock, mutual funds, and other investments.....	1,574,529	53,254	7,543,056	21,147	723,852
Real estate and conservation easements .....	43,633	2,073	131,409	1,187	36,027
Art and collectibles.....	18,108	5,762	4,305	4,937	14,443
Food.....	26,368	3,470	2,268	9,995	3,298
Clothing.....	598,216	214,503	129,467	75,256	69,560
Electronics.....	42,541	19,142	13,593	13,088	9,855
Household items .....	396,045	81,924	70,841	57,098	49,336
Cars and other vehicles.....	424,518	106,585	289,614	2,359	60,234
Other and intellectual property.....	139,113	31,028	95,993	72,819	414,742

\* Estimate should be used with caution because of small number of sample returns on which it is based.

<sup>1</sup> Includes donor-advised funds and other donees.

## Individual Noncash Charitable Contributions, 2003

**Table 4a.--Individual Noncash Charitable Contributions: All Returns with Donated Property and All Property Types, by Age, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All returns				
	Number of returns	Fair market value	Amount carried to Schedule A <sup>1</sup>	Number of returns on Schedule A with cash contributions	Amount of cash contributions on Schedule A
	(1)	(2)	(3)	(4)	(5)
<b>All returns.....</b>	<b>5,958,650</b>	<b>51,073,276</b>	<b>36,902,794</b>	<b>5,462,837</b>	<b>22,228,757</b>
Under 35.....	825,472	12,854,475	2,068,885	690,753	1,238,680
35 under 45.....	1,556,680	6,612,036	6,123,787	1,417,934	4,176,730
45 under 55.....	1,660,668	7,086,467	6,646,300	1,546,024	5,869,285
55 under 65.....	1,228,762	8,656,124	7,006,221	1,153,840	5,127,906
65 and older.....	687,069	15,864,174	15,057,602	654,286	5,816,156

Age	Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		Section B: Returns with deductions of more than \$5,000		
	Number of donations	Fair market value	Number of donations	Fair market value	Amount carried to Schedule A
	(6)	(7)	(8)	(9)	(10)
<b>All returns.....</b>	<b>14,174,333</b>	<b>26,658,878</b>	<b>98,839</b>	<b>24,414,398</b>	<b>10,243,916</b>
Under 35.....	1,593,423	1,805,560	14,714	11,048,915	263,325
35 under 45.....	3,515,382	5,299,807	22,133	1,312,229	823,980
45 under 55.....	3,841,866	5,539,716	12,432	1,546,752	1,106,584
55 under 65.....	3,293,520	5,523,334	16,916	3,132,790	1,482,887
65 and older.....	1,930,141	8,490,462	32,644	7,373,712	6,567,140

Footnotes at end of Table 4k.

**Table 4b.--Individual Noncash Charitable Contributions: Returns with Donated Property: Corporate Stock, Mutual Funds, and Other Investments, by Age, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All returns			Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		Section B: Returns with deductions of more than \$5,000		
	Number of returns	Fair market value	Amount carried to Schedule A <sup>1</sup>	Number of donations	Fair market value	Number of donations	Fair market value	Amount carried to Schedule A
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>All returns.....</b>	<b>184,353</b>	<b>15,786,406</b>	<b>15,396,932</b>	<b>406,823</b>	<b>13,123,156</b>	<b>13,927</b>	<b>2,663,250</b>	<b>2,273,776</b>
Under 35.....	2,360	172,515	164,023	4,109	142,023	399	30,492	22,000
35 under 45.....	21,668	2,020,205	1,987,729	36,360	1,817,437	1,758	202,767	170,291
45 under 55.....	37,838	2,349,275	2,301,281	84,684	1,846,978	2,114	502,297	454,303
55 under 65.....	41,991	2,994,019	2,818,991	89,125	2,476,754	1,198	517,265	342,236
65 and older.....	80,495	8,250,393	8,124,908	192,546	6,839,963	8,457	1,410,430	1,284,945

Footnotes at end of Table 4k.

## Individual Noncash Charitable Contributions, 2003

**Table 4c.--Individual Noncash Charitable Contributions: Returns with Donated Property: Real Estate and Conservation Easements, by Age, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All returns			Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		Section B: Returns with deductions of more than \$5,000		
	Number of returns	Fair market value	Amount carried to Schedule A <sup>1</sup>	Number of donations	Fair market value	Number of donations	Fair market value	Amount carried to Schedule A
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>All returns.....</b>	<b>25,786</b>	<b>20,956,291</b>	<b>7,386,425</b>	<b>13,216</b>	<b>628,326</b>	<b>18,500</b>	<b>20,327,965</b>	<b>6,758,099</b>
Under 35.....	1,510	10,985,215	208,393	*44	10,436	1,468	10,974,779	197,957
35 under 45.....	3,405	1,146,885	681,648	1,476	266,813	3,681	880,072	414,835
45 under 55.....	5,852	857,421	542,532	4,166	40,532	2,008	816,889	502,000
55 under 65.....	8,452	2,555,837	1,124,609	5,278	198,745	4,545	2,357,093	925,864

Footnotes at end of Table 4k.

**Table 4d.--Individual Noncash Charitable Contributions: Returns with Donated Property: Art and Collectibles, by Age, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All returns			Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		Section B: Returns with deductions of \$5,000 or more		
	Number of returns	Fair market value	Amount carried to Schedule A <sup>1</sup>	Number of donations	Fair market value	Number of donations	Fair market value	Amount carried to Schedule A
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>All returns.....</b>	<b>88,488</b>	<b>866,482</b>	<b>829,392</b>	<b>104,804</b>	<b>180,835</b>	<b>27,233</b>	<b>685,646</b>	<b>648,557</b>
Under 35.....	1,778	31,539	31,539	1,104	2,722	10,585	28,817	28,817
35 under 45.....	14,853	89,685	89,685	18,697	21,303	1,399	68,381	68,381
45 under 55.....	23,668	123,296	98,368	31,239	43,828	750	79,468	54,539
55 under 65.....	23,916	133,126	129,704	25,082	68,463	3,077	64,662	61,240
65 and older.....	24,274	488,836	480,097	28,682	44,518	11,422	444,318	435,579

Footnotes at end of Table 4k.

**Table 4e.--Individual Noncash Charitable Contributions: Returns with Donated Property: Food, by Age,<sup>2</sup> Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All returns			Section A: Returns with deductions of \$5,000 or less and publicly-traded securities	
	Number of returns	Fair market value	Amount carried to Schedule A <sup>1</sup>	Number of donations	Fair market value
	(1)	(2)	(3)	(4)	(5)
<b>All returns.....</b>	<b>166,436</b>	<b>79,351</b>	<b>79,364</b>	<b>443,339</b>	<b>77,489</b>
Under 35.....	7,833	6,356	6,356	11,819	6,356
35 under 45.....	41,574	17,967	17,967	64,815	17,967
45 under 55.....	47,387	24,959	24,959	62,909	23,460
55 under 65.....	40,608	20,743	20,743	265,947	20,599
65 and older.....	29,035	9,325	9,339	37,849	9,107

Footnotes at end of Table 4k.

# Individual Noncash Charitable Contributions, 2003

**Table 4f.--Individual Noncash Charitable Contributions: Returns with Donated Property: Clothing, by Age,<sup>2</sup> Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All returns			Section A: Returns with deductions of \$5,000 or less and publicly-traded securities	
	Number of returns	Fair market value	Amount carried to Schedule A <sup>1</sup>	Number of donations	Fair market value
	(1)	(2)	(3)	(4)	(5)
<b>All returns.....</b>	<b>4,051,990</b>	<b>5,831,270</b>	<b>5,836,108</b>	<b>6,838,935</b>	<b>5,789,006</b>
Under 35.....	570,707	834,658	834,658	845,797	834,658
35 under 45.....	1,092,780	1,620,866	1,625,704	1,847,813	1,596,654
45 under 55.....	1,146,234	1,594,296	1,594,296	1,918,905	1,592,964
55 under 65.....	815,351	1,176,815	1,176,815	1,427,686	1,163,845
65 and older.....	426,918	604,636	604,636	798,734	600,885

Footnotes at end of Table 4k.

**Table 4g.--Individual Noncash Charitable Contributions: Returns with Donated Property: Electronics, by Age,<sup>2</sup> Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All returns			Section A: Returns with deductions of \$5,000 or less and publicly-traded securities	
	Number of returns	Fair market value	Amount carried to Schedule A <sup>1</sup>	Number of donations	Fair market value
	(1)	(2)	(3)	(4)	(5)
<b>All returns.....</b>	<b>473,295</b>	<b>376,443</b>	<b>376,065</b>	<b>540,947</b>	<b>373,082</b>
Under 35.....	53,124	38,198	38,198	61,772	38,147
35 under 45.....	118,871	100,878	100,878	136,374	100,868
45 under 55.....	140,198	132,704	132,327	160,971	131,649
55 under 65.....	101,212	64,641	64,641	109,934	62,509
65 and older.....	59,890	40,021	40,021	71,895	39,909

Footnotes at end of Table 4k.

**Table 4h.--Individual Noncash Charitable Contributions: Returns with Donated Property: Household Items, by Age,<sup>2</sup> Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All returns			Section A: Returns with deductions of \$5,000 or less and publicly-traded securities	
	Number of returns	Fair market value	Amount carried to Schedule A <sup>1</sup>	Number of donations	Fair market value
	(1)	(2)	(3)	(4)	(5)
<b>All returns.....</b>	<b>2,380,911</b>	<b>3,224,300</b>	<b>3,228,065</b>	<b>3,983,744</b>	<b>3,130,464</b>
Under 35.....	314,220	413,135	413,135	476,337	412,572
35 under 45.....	602,289	752,091	757,578	949,535	724,423
45 under 55.....	635,730	937,152	935,351	994,922	920,162
55 under 65.....	526,269	703,442	703,119	962,396	679,254
65 and older.....	302,404	418,479	418,883	600,554	394,053

Footnotes at end of Table 4k.

## Individual Noncash Charitable Contributions, 2003

**Table 4i.--Individual Noncash Charitable Contributions: Returns with Donated Property: Food, Clothing, Household Items, and Electronics, by Age, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	Section B: Returns with deductions of \$5,000 or more			
	Number of returns	Number of donations	Fair market value	Amount carried to Schedule A
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>14,765</b>	<b>17,209</b>	<b>141,322</b>	<b>149,561</b>
Under 35.....	*44	*44	*614	*614
35 under 45.....	5,191	5,281	51,891	62,215
45 under 55.....	1,458	3,330	20,875	18,697
55 under 65.....	4,134	4,310	39,435	39,111
65 and older.....	3,938	4,243	28,508	28,925

Footnotes at end of Table 4k.

**Table 4j.--Individual Noncash Charitable Contributions: Returns with Donated Property: Cars and Other Vehicles, by Age, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All returns			Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		Section B: Returns with deductions of more than \$5,000		
	Number of returns	Fair market value	Amount carried to Schedule A <sup>1</sup>	Number of donations	Fair market value	Number of donations	Fair market value	Amount carried to Schedule A
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>All returns.....</b>	<b>809,966</b>	<b>2,475,565</b>	<b>2,348,492</b>	<b>839,572</b>	<b>2,119,397</b>	<b>17,207</b>	<b>356,168</b>	<b>229,096</b>
Under 35.....	119,123	309,128	309,053	120,023	296,661	2,170	12,467	12,392
35 under 45.....	200,229	572,868	572,007	202,241	503,360	9,204	69,508	68,648
45 under 55.....	256,087	738,288	691,779	266,605	656,240	2,401	82,047	35,538
55 under 65.....	165,146	561,238	537,311	178,700	467,583	2,536	93,655	69,728
65 and older.....	69,382	294,043	238,343	72,003	195,553	897	98,490	42,790

Footnotes at end of Table 4k.

**Table 4k.--Individual Noncash Charitable Contributions: Returns with Donated Property: Other Donation Types (Including Intellectual Property), by Age, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All returns			Section A: Returns with deductions of \$5,000 or less and publicly-traded securities		Section B: Returns with deductions of more than \$5,000		
	Number of returns	Fair market value	Amount carried to Schedule A <sup>1</sup>	Number of donations	Fair market value	Number of donations	Fair market value	Amount carried to Schedule A
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>All returns.....</b>	<b>581,485</b>	<b>1,477,169</b>	<b>1,421,949</b>	<b>1,002,953</b>	<b>1,237,122</b>	<b>4,763</b>	<b>240,047</b>	<b>184,827</b>
Under 35.....	56,126	63,730	63,529	72,418	61,984	47	1,747	1,546
35 under 45.....	148,209	290,591	290,591	258,070	250,982	811	39,610	39,610
45 under 55.....	159,094	329,077	325,408	317,467	283,902	1,827	45,176	41,506
55 under 65.....	135,764	446,263	430,288	229,372	385,581	1,251	60,681	44,707
65 and older.....	82,292	347,507	312,132	125,626	254,673	826	92,834	57,459

\* Estimate should be used with caution because of small number of sample returns on which it is based.

<sup>1</sup> Amount carried to Schedule A is the fair market value from Section A (items with a deduction of \$5,000 or less and publicly-traded securities) plus the lesser of the fair market value or amount claimed on Section B (items with a deduction of more than \$5,000).

<sup>2</sup> Section B (items with a deduction of \$5,000 or more) data are not broken out separately for Tables 4e through 4h due to small sample size.

## Individual Noncash Charitable Contributions, 2003

**Table 5a.--Individual Noncash Charitable Contributions: All Donations Made to Donee Organizations, by Age, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars, except average amounts are in whole dollars]

Age	Number of returns	Number of donations	Fair market value	Average fair market value per return	Number of returns on Schedule A with cash contributions	Amount of cash contributions on Schedule A
	(1)	(2)	(3)	(4)	(5)	(6)
<b>All returns.....</b>	<b>5,928,897</b>	<b>14,174,333</b>	<b>26,658,878</b>	<b>4,496</b>	<b>5,437,984</b>	<b>20,911,626</b>
Under 35.....	821,802	1,593,423	1,805,560	2,197	688,248	1,230,535
35 under 45.....	1,547,445	3,515,382	5,299,807	3,425	1,411,104	4,100,321
45 under 55.....	1,656,726	3,841,866	5,539,716	3,344	1,542,149	5,695,218
55 under 65.....	1,225,148	3,293,520	5,523,334	4,508	1,151,389	4,878,272
65 and older.....	677,774	1,930,141	8,490,462	12,527	645,094	5,007,280

**Table 5b.--Individual Noncash Charitable Contributions: Amounts Donated to Arts, Culture and Humanities, by Age, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Age	Number of returns	Number of donations	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>195,999</b>	<b>231,195</b>	<b>687,727</b>	<b>3,509</b>
Under 35.....	23,225	23,383	28,093	1,210
35 under 45.....	22,894	28,342	57,177	2,498
45 under 55.....	34,711	40,728	85,052	2,450
55 under 65.....	59,309	67,116	205,664	3,468
65 and older.....	55,860	71,627	311,740	5,581

Footnote at end of Table 5k.

**Table 5c.--Individual Noncash Charitable Contributions: Amounts Donated to Educational Institutions, by Age, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Age	Number of returns	Number of donations	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>308,377</b>	<b>423,555</b>	<b>2,196,613</b>	<b>7,123</b>
Under 35.....	17,860	20,216	30,943	1,733
35 under 45.....	70,852	100,109	158,080	2,231
45 under 55.....	92,086	129,877	359,159	3,900
55 under 65.....	67,191	90,823	499,595	7,436
65 and older.....	60,388	82,530	1,148,836	19,024

Footnote at end of Table 5k.

## Individual Noncash Charitable Contributions, 2003

**Table 5d.--Individual Noncash Charitable Contributions: Amounts Donated to Environmental and Animal-Related Organizations, by Age, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Age	Number of returns	Number of donations	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>80,545</b>	<b>112,438</b>	<b>254,164</b>	<b>3,156</b>
Under 35.....	*6,067	*8,112	*6,094	*1,004
35 under 45.....	13,601	14,453	19,833	1,458
45 under 55.....	18,186	31,990	72,026	3,961
55 under 65.....	29,042	37,655	70,812	2,438
65 and older.....	13,648	20,229	85,399	6,257

Footnote at end of Table 5k.

**Table 5e.--Individual Noncash Charitable Contributions: Amounts Donated to Health and Medical Research, by Age, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Age	Number of returns	Number of donations	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>616,090</b>	<b>801,366</b>	<b>1,027,545</b>	<b>1,668</b>
Under 35.....	62,441	80,357	92,635	1,484
35 under 45.....	167,500	201,993	215,138	1,284
45 under 55.....	186,976	223,824	294,418	1,575
55 under 65.....	130,608	176,535	227,618	1,743
65 and older.....	68,566	118,658	197,737	2,884

Footnote at end of Table 5k.

**Table 5f.--Individual Noncash Charitable Contributions: Amounts Donated to Large Organizations, by Age, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Age	Number of returns	Number of donations	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>4,120,045</b>	<b>7,401,330</b>	<b>6,699,150</b>	<b>1,626</b>
Under 35.....	599,375	1,046,469	972,540	1,623
35 under 45.....	1,119,521	1,972,820	1,775,702	1,586
45 under 55.....	1,195,238	2,144,997	1,984,453	1,660
55 under 65.....	817,524	1,489,144	1,323,372	1,619
65 and older.....	388,388	747,899	643,082	1,656

Footnote at end of Table 5k.

## Individual Noncash Charitable Contributions, 2003

**Table 5g.--Individual Noncash Charitable Contributions: Amounts Donated for Public and Societal Benefit, by Age, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Age	Number of returns	Number of donations	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>1,538,987</b>	<b>2,242,802</b>	<b>2,868,716</b>	<b>1,864</b>
Under 35.....	151,285	193,558	259,606	1,716
35 under 45.....	404,361	592,490	829,010	2,050
45 under 55.....	419,305	568,745	582,369	1,389
55 under 65.....	357,063	555,574	554,817	1,554
65 and older.....	206,972	332,434	642,913	3,106

Footnote at end of Table 5k.

**Table 5h.--Individual Noncash Charitable Contributions: Amounts Donated to Religious Organizations, by Age, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Age	Number of returns	Number of donations	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>1,253,193</b>	<b>2,168,019</b>	<b>3,263,071</b>	<b>2,604</b>
Under 35.....	114,651	136,368	237,525	2,072
35 under 45.....	289,263	419,219	499,394	1,726
45 under 55.....	346,004	492,632	782,762	2,262
55 under 65.....	291,511	695,673	682,580	2,342
65 and older.....	211,764	424,128	1,060,811	5,009

Footnote at end of Table 5k.

**Table 5i.--Individual Noncash Charitable Contributions: Amounts Donated to Donor-Advised Funds, by Age, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Age	Number of returns	Number of donations	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>11,666</b>	<b>16,804</b>	<b>638,943</b>	<b>54,770</b>
Under 35.....	444	505	9,492	21,380
35 under 45.....	694	1,148	78,787	113,588
45 under 55.....	4,274	7,339	194,925	45,611
55 under 65.....	2,004	2,834	152,247	75,956
65 and older.....	4,250	4,978	203,493	47,876

Footnote at end of Table 5k.

## Individual Noncash Charitable Contributions, 2003

**Table 5j.--Individual Noncash Charitable Contributions: Amounts Donated to Foundations, by Age, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Age	Number of returns	Number of donations	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>411,183</b>	<b>517,742</b>	<b>8,280,546</b>	<b>20,138</b>
Under 35.....	48,253	57,352	125,180	2,594
35 under 45.....	104,380	140,635	1,571,436	15,055
45 under 55.....	128,538	159,627	1,064,979	8,285
55 under 65.....	74,278	80,584	1,522,929	20,503
65 and older.....	55,733	79,545	3,996,022	71,699

Footnote at end of Table 5k.

**Table 5k.--Individual Noncash Charitable Contributions: Amounts Donated to Other Donees, by Age, Returns with Section A: Deductions of \$5,000 or Less and Publicly-Traded Securities, Form 8283, Tax Year 2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars except average amounts are in whole dollars]

Age	Number of returns	Number of donations	Fair market value	Average fair market value per return
	(1)	(2)	(3)	(4)
<b>All returns.....</b>	<b>200,554</b>	<b>259,081</b>	<b>742,403</b>	<b>3,702</b>
Under 35.....	22,182	27,104	43,450	1,959
35 under 45.....	40,151	44,173	95,251	2,372
45 under 55.....	38,786	42,108	119,574	3,083
55 under 65.....	63,486	97,581	283,699	4,469
65 and older.....	35,949	48,115	200,429	5,575

\* Estimates should be used with caution because of the small number of sample returns on which it is based.

# S Corporation Returns, 2003

by Kelly Luttrell

**F**or 2003, S corporations accounted for 61.9 percent of the 5.4 million corporate returns filed but only 20.4 percent of the \$20,689.6 billion of total receipts and 4.1 percent of the \$53,644.8 billion of total assets reported on corporate returns. S corporations reported \$4,232.6 billion of total receipts and \$2,186.6 billion of total assets, increases of 8.3 percent and 8.2 percent, respectively, from 2002. Total net income (less deficit) reported by S corporations increased, from \$183.5 billion for 2002 to \$213.7 billion for 2003, an increase of \$30.2 billion, or 16.5 percent (Figure A). The majority of this increase came from net income (less deficit) from trade or business, which grew \$21.0 billion to \$171.6 billion.

S corporation return filings have increased by over 889.4 thousand returns, or 36.3 percent, since 1997. The total number of returns filed by S corporations for Tax Year 2003 increased 5.9 percent to 3.3 million, from 3.2 million reported in 2002.

The long-term growth of S corporation returns was encouraged by four legislative acts: the Tax Reform Act of 1986, the Revenue Reconciliation Act of 1990, the Revenue Reconciliation Act of 1993, and the Small Business Job Protection Act of 1996 [1]. Filings of S corporation returns have increased at an average annual rate of 8.8 percent since the enact-

ment of the Tax Reform Act of 1986 (Figure B). During the same time period, taxable corporations have experienced an average annual decline of 1.4 percent. The term "taxable corporations" refers to corporations other than S corporations [2].

For Tax Year 2003, some 342.9 thousand corporations elected subchapter S status for the first time. Of these, 252.8 thousand were newly incorporated businesses. The remaining 90.1 thousand elected to make the conversion from a taxable corporation to an S corporation. The number of businesses electing S corporation status increased 2.8 percent. Other measures of size also grew in 2003, including the number of shareholders by 2.9 percent and total net income (less deficit) by 16.5 percent (Figure C).

## S Corporation Basics

Certain corporations may elect to be treated as S corporations for Federal income tax purposes. Electing to be treated as an S corporation allows the income and expenses to pass through the corporate structure to the shareholders. Shareholders are responsible for any resulting tax liability. The S corporation election allows S corporations and their shareholders to avoid double taxation of the corporation's net income or capital gains. This

**Figure A**

### S Corporation Total Net Income (Less Deficit), Tax Years 2002-2003

[Money amounts are in thousands of dollars]

Item	2002	2003	Increase or decrease (-)	Percent change
	(1)	(2)	(3)	(4)
<b>Total net income (less deficit) <sup>1</sup></b>	<b>183,478,933</b>	<b>213,681,780</b>	<b>30,202,847</b>	<b>16.5</b>
Net income (less deficit) from trade or business	150,611,468	171,574,616	20,963,148	13.9
Portfolio dividend income	1,811,654	2,546,888	735,234	40.6
Portfolio interest income	9,438,865	8,496,728	-942,137	-10.0
Portfolio royalty income	597,672	758,448	160,776	26.9
Portfolio net short-term capital gain (less loss)	179,589	1,613,390	1,433,801	798.4
Portfolio net long-term capital gain (less loss)	13,475,631	20,976,005	7,500,374	55.7
Other portfolio income (net)	357,978	387,828	29,850	8.3
Real estate rental net income (less deficit)	6,623,212	6,759,271	136,059	2.1
Net income (less deficit) from other rental activity	382,863	568,606	185,743	48.5

<sup>1</sup> Total net income (less deficit) is discussed in the Explanation of Selected Terms section.

NOTE: Detail may not add to totals because of rounding.

*Kelly Luttrell is an economist with the Corporation Special Projects Section. This article was prepared under the direction of Joseph Koshansky, Chief.*

## S Corporation Returns, 2003

**Figure B**

### Number of Form 1120 Series Returns, by Type of Corporation, Tax Years 1986-2003

Number of returns (millions)



**Figure C**

### S Corporation Annual Percentage Increase or Decrease for Tax Years 1995-2003

Tax year	Number of S corporations	Number of newly elected S corporations <sup>1</sup>	Number of new S corporations <sup>2</sup>	Number of shareholders	Total assets <sup>3</sup>	Total receipts <sup>3</sup>	Total net income (less deficit) <sup>3</sup>
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
1995.....	6.4	9.2	8.3	4.3	7.8	8.8	8.1
1996.....	7.0	-0.4	0.9	5.0	8.1	8.9	26.3
1997.....	6.4	19.5	18.3	4.9	18.8	10.6	22.2
1998.....	5.5	-3.3	2.8	3.9	11.3	5.7	18.8
1999.....	5.3	-2.7	-8.9	4.9	11.9	7.8	6.6
2000.....	4.9	-3.0	-0.7	2.6	9.9	9.6	2.5
2001.....	4.4	2.2	-2.6	3.1	5.2	4.0	-5.5
2002.....	5.6	11.5	18.0	5.8	7.1	4.0	-2.2
2003.....	5.9	2.8	4.1	2.9	8.4	8.2	16.5

<sup>1</sup> Newly elected S corporations included start up businesses and corporations electing to convert to S corporations.

<sup>2</sup> New S corporations only includes corporations that started business within the reported tax year.

<sup>3</sup> Percentages were calculated based on "current" dollars.

treatment is unlike taxable corporations, which incur a tax liability first at the corporate level on their net incomes and capital gains and again when profits are distributed to shareholders in the form of dividends. Corporations that are eligible to make a Subchapter S election can achieve considerable tax savings by

eliminating double taxation. An S election may also be beneficial for corporations that report net losses, as the losses flow through to the individual shareholders and, for shareholders with active participation in the business, can be used to offset net income from other sources.

## S Corporation Returns, 2003

A corporation must meet all the criteria in Subchapter S of the Internal Revenue Code for an election and file Form 2553, *Election by a Small Business Corporation*, with the IRS Submission Processing Center where the corporation files its Federal tax forms to qualify under Subchapter S. All shareholders of the corporation must concur with the election on Form 2553, and all eligibility requirements must be met prior to the election [3]. The criteria for Tax Year 2003 were that the corporation:

- be a domestic corporation (an unincorporated association that is treated as a corporation under Internal Revenue Code section 7702 may elect treatment as an S corporation);
- have no more than 75 shareholders (a husband and wife (and their estates) are counted as one shareholder for this requirement);
- have only individuals, estates, certain trusts, and exempt organizations as shareholders [4];
- have no nonresident alien shareholders; and
- have only one class of stock.

Ineligible corporations were:

- affiliated group members eligible for inclusion on a consolidated return;
- insurance companies subject to provisions of Subchapter L of the Internal Revenue Code;
- Interest-Charge Domestic International Sales Corporations (IC-DISC's) or former Domestic International Sales Corporations (DISC's);
- corporations eligible to elect the possessions tax credit; and
- banks or thrift institutions that use the reserve method of accounting for bad debts under Internal Revenue Code section 585.

Form 1120S, *U.S. Tax Return for an S Corporation*, must be filed before the 15<sup>th</sup> day of the 3<sup>rd</sup> month following the close of the corporation's tax

year. Also, S corporations generally must file for a calendar tax year to conform to the tax year of the majority of their shareholders. While S corporations may obtain an exemption from the calendar year rule, for Tax Year 2003, about 97.8 percent of all S corporations filed a calendar year return [5].

Starting with Tax Year 2002, corporations, including S corporations, were no longer required to complete Schedule L, *Balance Sheets per Books*, nor a Schedule M-1, *Reconciliation of Income (Loss) per Books With Income (Loss) per Return*, if the following criteria were met:

- ☐ Total assets at the end of the year were less than \$250,000; and
- ☐ Total receipts were less than \$250,000. (See North American Industry Classification System for definition of total receipts in *Explanation of Selected Terms*.)

### Income Statement Highlights

Total net income (less deficit) increased for Tax Year 2003, as did the components, net income (less deficit), portfolio income, real estate rental net income (less deficit), and net income (less deficit) from other rental activities. Net income (less deficit) from a trade or business is the largest component of total net income (less deficit), at \$171.5 billion. (See definition of total net income (less deficit) from a trade or business in the *Explanation of Selected Terms*.) Net income (less deficit) from a trade or business increased by \$21.0 billion from 2002 to 2003, but decreased slightly as a share of total net income (less deficit), accounting for 80.2 percent as compared to 82.1 percent for 2002, a decrease of 1.9 percent [6]. Portfolio income (less deficit) distributed to shareholders increased 34.5 percent to \$34.7 billion, an increase of \$8.7 billion. (See definition of portfolio income in *Explanation of Selected Terms*.) About \$7.5 billion of this increase came from higher net long-term capital gains. Real estate rental net income (less deficit) and net income (less deficit) from other rental activities rose 2.1 percent and 48.5 percent, respectively.

Four industrial sectors dominated total net income (less deficit) representing \$125.9 billion, or 58.9 percent of the total. The wholesale and retail trade

# S Corporation Returns, 2003

**Figure D**

## S Corporations: Total Assets, Total Receipts, and Total Net Income (Less Deficit), by Industrial Sector, Tax Year 2003

[Money amounts are in thousands of dollars]

Item	All industries <sup>1</sup>	Agriculture, forestry, fishing, and hunting	Mining	Utilities	Construction	Manufacturing
	(1)	(2)	(3)	(4)	(5)	(6)
Number of returns.....	3,341,606	81,005	16,692	2,932	448,549	149,806
Total assets.....	2,186,582,412	45,819,655	28,385,638	4,439,419	268,696,766	268,194,307
Total receipts.....	4,232,565,964	51,916,059	21,853,108	5,402,882	622,765,814	514,083,018
Total net income (less deficit).....	213,681,780	734,029	4,822,968	212,746	25,707,114	24,770,479
Net income (less deficit) from a trade or business.....	171,574,616	28,112	3,983,413	194,692	23,004,080	21,099,141
Portfolio income (less deficit) distributed to shareholders.....	34,779,288	503,110	813,158	18,974	2,512,167	3,451,260
Dividend income.....	2,546,888	25,695	77,530	3,002	75,429	362,848
Interest income.....	8,496,728	148,661	160,002	20,620	863,573	763,299
Royalty income.....	758,448	72,744	113,058	12	5,354	98,386
Net short-term capital gain (less loss).....	1,613,390	9,859	37,097	1,229	76,357	97,390
Net long-term capital gain (less loss).....	20,976,005	244,136	424,534	-5,889	1,479,300	2,126,079
Other portfolio income (net).....	387,828	2,016	937	--	12,154	3,257
Real estate rental net income (less deficit).....	6,759,271	180,882	11,726	-1,671	117,977	184,850
Net income (less deficit) from other rental activity.....	568,606	21,926	14,670	751	72,889	35,227

Item	Wholesale and retail trade				Transportation and warehousing	Information
	Total	Wholesale trade	Retail trade	Not allocable		
	(7)	(8)	(9)	(10)	(11)	(12)
Number of returns.....	567,183	190,108	374,971	*2,104	103,350	66,683
Total assets.....	505,665,554	227,741,370	277,490,802	*433,382	53,204,171	46,145,744
Total receipts.....	1,755,476,349	750,217,607	1,004,603,407	*655,335	132,020,951	55,363,314
Total net income (less deficit).....	48,729,504	27,483,799	21,345,094	*-99,388	2,839,169	5,083,564
Net income (less deficit) from a trade or business.....	39,455,477	21,374,297	18,180,569	*-99,388	2,148,268	3,564,245
Portfolio income (less deficit) distributed to shareholders.....	8,693,029	5,791,523	2,901,506	--	598,609	1,444,786
Dividend income.....	194,634	118,482	76,152	--	21,944	636,580
Interest income.....	1,592,966	841,678	751,287	--	187,528	279,424
Royalty income.....	163,980	142,700	21,280	--	548	13,314
Net short-term capital gain (less loss).....	48,577	10,142	38,435	--	303	189,806
Net long-term capital gain (less loss).....	6,690,050	4,675,792	2,014,259	--	388,296	316,718
Other portfolio income (net).....	2,822	2,729	93	--	-9	8,944
Real estate rental net income (less deficit).....	558,013	319,813	238,200	--	99,822	70,309
Net income (less deficit) from other rental activity.....	22,985	-1,834	24,819	--	-7,530	4,224

Footnotes at end of table.

sector represented 22.8 percent of total net income (less deficit), or \$48.7 billion. Professional, scientific, and technical services represented 12.5 percent of total net income (less deficit), while construction and manufacturing accounted for 12.0 percent and 11.6 percent, respectively (Figure D).

Total receipts for S corporations increased \$321.6 billion to \$4,232.6 billion, an increase of 8.2 percent. Business receipts, the major component of

total receipts increased \$311.1 billion to \$4,152.4 billion for Tax Year 2003. (See definition of total deductions in *Explanation of Selected Terms*.) Cost of goods sold, the largest component of total deductions, accounted for 63.5 percent, or \$2,576.4 billion, of total deductions, a \$189.6-billion increase from the previous year. The next largest component of total deductions, salaries and wages, increased \$30.7 billion to \$449.7 billion from \$419.0 billion in 2002.

# S Corporation Returns, 2003

**Figure D--Continued**

## **S Corporations: Total Assets, Total Receipts, and Total Net Income (Less Deficit), by Industrial Sector, Tax Year 2003--Continued**

[Money amounts are in thousands of dollars]

Item	Finance and insurance	Real estate and rental and leasing	Professional, scientific, and technical services	Management of companies (holding companies)	Administrative and support and waste management and remediation services
	(13)	(14)	(15)	(16)	(17)
Number of returns.....	135,308	372,205	512,862	22,430	167,901
Total assets.....	192,117,404	231,628,147	78,989,541	253,118,563	36,641,334
Total receipts.....	99,720,676	88,399,807	283,874,647	16,419,782	146,046,787
Total net income (less deficit).....	18,708,478	15,619,156	26,646,874	6,065,220	7,925,759
Net income (less deficit) from a trade or business.....	14,230,262	5,833,952	23,596,385	4,187,497	6,804,408
Portfolio income (less deficit) distributed to shareholders.....	4,429,157	4,494,563	2,952,148	1,864,592	1,076,175
Dividend income.....	467,419	189,680	65,063	361,626	14,636
Interest income.....	943,109	1,433,633	584,851	608,519	238,516
Royalty income.....	7,362	61,333	16,896	50,664	5,753
Net short-term capital gain (less loss).....	625,532	175,778	79,455	247,156	1,455
Net long-term capital gain (less loss).....	2,231,629	2,625,801	2,194,787	433,546	815,812
Other portfolio income (net).....	154,105	8,337	11,097	163,080	3
Real estate rental net income (less deficit).....	29,752	5,095,567	135,694	17,585	40,175
Net income (less deficit) from other rental activity.....	19,307	195,073	-37,352	-4,454	5,002

Item	Educational services	Health care and social assistance	Arts, entertainment, and recreation	Accommodation and food services	Other services
	(18)	(19)	(20)	(21)	(22)
Number of returns.....	27,480	207,560	73,598	187,737	195,716
Total assets.....	4,446,501	37,205,358	26,078,213	74,694,231	30,997,374
Total receipts.....	12,226,122	151,736,550	35,010,501	148,518,935	85,687,755
Total net income (less deficit).....	913,197	15,242,990	2,708,406	3,985,619	2,963,070
Net income (less deficit) from a trade or business.....	759,689	14,854,768	1,967,493	3,089,450	2,769,875
Portfolio income (less deficit) distributed to shareholders.....	148,810	282,919	556,705	786,432	152,667
Dividend income.....	3,088	11,529	11,188	10,699	14,297
Interest income.....	17,636	119,412	122,551	317,771	94,631
Royalty income.....	3,249	4	133,329	12,462	--
Net short-term capital gain (less loss).....	714	9,269	12,232	-5,328	6,508
Net long-term capital gain (less loss).....	124,123	142,706	256,371	450,769	37,236
Other portfolio income (net).....	--	-1	21,034	58	-6
Real estate rental net income (less deficit).....	4,669	51,891	70,239	58,838	32,949
Net income (less deficit) from other rental activity.....	28	53,413	113,969	50,900	*7,578

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

† Includes returns not allocable by industrial sector, which are not shown separately.

NOTE: Detail may not add to totals because of rounding.

The four industrial sectors that accounted for the majority of net income continued to dominate total receipts for all S corporations (Figure E.) The wholesale and retail trade sector represented 41.5 percent of total receipts, or \$38.5 billion. Construction represented 14.7 percent of total receipts, while manufacturing and professional, scientific, and techni-

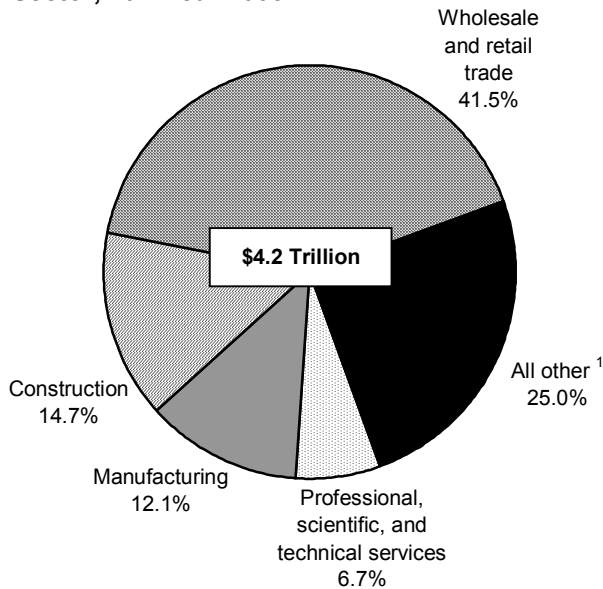
cal services accounted for 12.1 percent and 6.7 percent, respectively.

Nearly two-thirds, 62.7 percent, of all S corporations reported positive net income (Table 2). These 2.1 million S corporations reported \$276.5 billion in positive total net income, an increase of \$30.0 billion from 2002 when \$246.5 billion were reported. Total

## S Corporation Returns, 2003

**Figure E**

### S Corporation Total Receipts, by Industrial Sector, Tax Year 2003



<sup>1</sup> All other includes: agriculture, forestry, fishing and hunting; mining; utilities; transportation and warehousing; information; finance and insurance; management of companies; real estate and rental and leasing; administrative and support and waste management and remediation services; educational services; health care and social assistance; arts, entertainment, and recreation; accommodation and food services; other services; and not allocable.

net income (less deficit) from a trade or business increased \$20.7 billion for companies reporting positive total net income. Total receipts increased \$266.7 billion, and total deductions also increased \$245.8 billion for all S corporations with positive net income.

Four sectors accounted for 57.6 percent of the 2.0 million returns reporting positive total net income in Tax Year 2003: wholesale and retail trade (16.4 percent); professional, scientific, and technical services (16.0 percent); construction (14.1 percent); and real estate and rental and leasing (11.1 percent). Positive total net income for the four largest industrial sectors registered \$146.9 billion for 2003, with the wholesale and retail trade sector accounting for 21.4 percent, \$59.3 billion, of all positive total net income reported.

### Balance Sheet Highlights

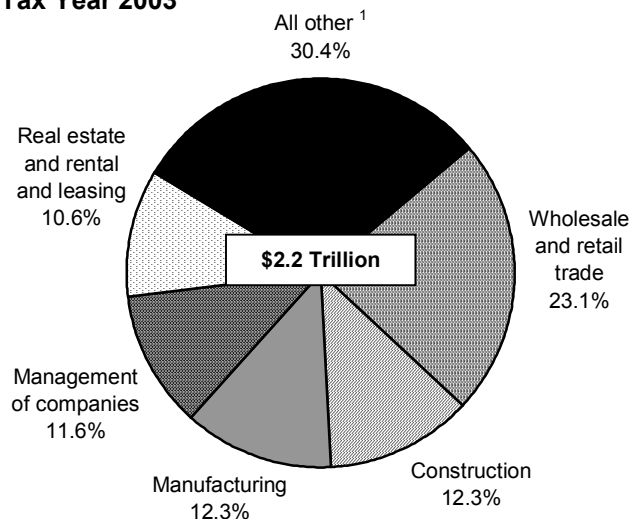
Total assets for S corporations increased \$169.9 billion, or 8.4 percent, from the previous year (Table 3) [7]. The largest component of total assets for Tax

Year 2003 was net notes and accounts receivable. (See definition of net notes and accounts receivable in the *Explanation of Selected Terms*.) Net notes and accounts receivable accounted for \$491.6 billion, or 22.5 percent of total assets. Depreciable assets displayed the largest increase from the previous year, growing \$60.2 billion from \$436.4 billion in 2002. (See definition of depreciable assets in the *Explanation of Selected Terms*.) Tax-exempt securities and investments in Government obligations reported the largest percentage increases by asset category for Tax Year 2003. Tax-exempt securities increased 24.6 percent to \$16.8 billion, and investments in Government obligations increased 21.8 percent to \$44.2 billion. (See definition of tax-exempt securities and investments in Government obligations in the *Explanation of Selected Terms*.)

Four industrial sectors, wholesale and retail trade; manufacturing; construction; and management of companies (holding companies), held the majority of S corporation total assets: \$1,295.7 billion (59.3 percent) (Figure F). Wholesale and retail trade repre-

**Figure F**

### S Corporation Total Assets, by Industrial Sector, Tax Year 2003



<sup>1</sup> All Other includes: agriculture, forestry, fishing and hunting; mining; utilities; transportation and warehousing; information; finance and insurance; professional, scientific, and technical services; administrative and support and waste management and remediation services; educational services; health care and social assistance; arts, entertainment, and recreation; accommodation and food services; other services; and not allocable.

## S Corporation Returns, 2003

sented \$505.7 billion (23.1 percent) of total assets for S corporations. S corporations in the construction and manufacturing sectors reported \$268.7 billion and \$268.2 billion respectively, or 12.3 percent of total assets each. Assets in the management of companies sector totaled \$253.1 billion.

The two largest components of total liabilities and equity for Tax Year 2003 were total net worth and mortgages, notes, and bonds payable in 1 year or more. Total net worth accounted for \$603.9 billion of the total liabilities, or 27.6 percent. Total net worth represents the shareholders' equity in the corporation and is comprised of capital stock, paid-in capital surplus, retained earnings unappropriated, and adjustments to shareholder's equity, reduced by cost of treasury stock. Retained earnings unappropriated accounted for \$339.1 billion, 56.2 percent, of total net worth. (See definition of retained earnings unappropriated in the *Explanation of Selected Terms*.) Mortgages, notes, and bonds payable in 1 year or more accounted for \$432.4 billion of the total liabilities, or 19.8 percent.

### Size of Business Receipts [8]

S corporation returns are dominated by companies with small amounts of business receipts. Over half of all S corporations (1.9 million) reported business receipts (see definition of business receipts in the *Explanation of Selected Terms*) of less than \$250 thousand, for 2003 (Table 4). Even though the majority of S corporations can be found in the smaller business receipt classes, there were nearly 9.8 thousand companies in the \$50-million-and-greater business receipt class, and they accounted for over one-quarter of all business receipts.

The bulk of S corporations in the under-\$250-thousand business receipt class can be found in the professional, scientific, and technical sector; the real estate and rental and leasing sector; the construction sector; and the wholesale and retail trade sectors. These sectors represent 57.8 percent of all companies reporting business receipts under \$250 thousand. The total of business receipts for these sectors, in the less-than-\$250-thousand classification, is \$71.7 billion.

Overall, the wholesale and retail trade sectors accounted for \$1,733.4 billion of the \$4,152.4 billion in total business receipts reported, or 41.7 percent. This sector also has the largest number of companies reporting \$250 thousand or more in business receipts,

322.7 thousand. Over half of all S corporations with business receipts over \$50 million can be found in the wholesale and retail trade sectors. These companies accounted for \$713.3 billion of this sector's business receipts, or 41.2 percent.

### Income from Rental Real Estate

The number of S corporations reporting Rental Real Estate Income on Form 8825, *Rental Real Estate Income and Expenses of a Partnership or an S Corporation*, remained relatively constant, decreasing only 0.8 percent to 249.0 thousand (Table 5). Rental real estate expenses decreased \$151.1 million, or 0.6 percent. Interest expense decreased \$352.7 million from 2002 to \$5,993.1 million in 2003. Real estate rental net income (less deficit) increased by 2.1 percent to \$6.8 billion for 2003. The real estate and rental and leasing sector dominated all other sectors, reporting \$5.1 billion for real estate rental net income (less deficit) of the \$6.8 billion reported for all industries. This industrial sector also accounted for 70.6 percent of all returns reporting income on Form 8825 and 85.8 percent of gross income reported on Form 8825.

### Shareholder Data

Other than individuals, there are five types of entities that are allowed to be shareholders of an S corporation: estates, certain trusts, bankrupt shareholders and bankruptcy estates, charitable organizations, and employee shareholder trusts. Ineligible types of shareholder include: nonresident aliens, nonqualifying trusts, partnerships and limited liability companies (LLCs), C corporations, and individual retirement accounts (IRAs).

The number of S corporation shareholders increased 2.9 percent to 5,847,219 for Tax Year 2003 (Table 6). The total number of returns with only one shareholder grew 9.2 percent from 1,809,402 in 2002 to 1,975,392 for 2003, representing 33.8 percent of all S corporations. The professional, scientific, and technical services sector accounted for the largest number of returns with one shareholder, 18.2 percent (Figure G). The total number of returns with four or more shareholders decreased 2.5 percent from 2002, and the number of shareholders on these returns decreased 6.1 percent. About 99.4 percent of S corporations had 10 or fewer shareholders. The wholesale trade and retail trade sector represented

## S Corporation Returns, 2003

**Figure G**

### S Corporations: Number of Returns, by Number of Shareholders and Industrial Sector, Tax Year 2003

Industrial sector	Total <sup>1</sup>	Number of shareholders						
		1	2	3	4-10	11-20	21-30	31 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>All industries <sup>2</sup></b>	<b>3,341,606</b>	<b>1,975,392</b>	<b>968,321</b>	<b>187,465</b>	<b>189,874</b>	<b>14,482</b>	<b>2,923</b>	<b>3,150</b>
Agriculture, forestry, fishing, and hunting	81,005	31,195	32,161	6,580	9,975	1,022	63	*10
Mining	16,692	9,030	4,068	1,490	1,634	450	12	*8
Utilities	2,932	1,826	418	*202	471	**	**	**
Construction	448,549	266,951	138,866	22,104	20,107	347	54	121
Manufacturing	149,806	63,690	56,474	10,661	16,822	934	863	362
Wholesale and retail trade <sup>3</sup>	567,184	315,039	182,872	35,159	31,277	2,549	212	76
Transportation and warehousing	103,350	57,752	35,533	5,231	4,683	127	15	*9
Information	66,683	43,409	14,019	5,476	3,131	576	56	15
Finance and insurance	135,308	90,440	31,761	7,252	4,945	587	92	232
Real estate and rental and leasing	372,205	190,237	108,029	32,866	37,156	2,406	974	537
Professional, scientific, and technical services	512,862	359,148	116,737	19,701	15,642	1,440	66	128
Management of companies (holding companies)	22,430	9,436	5,298	1,897	4,280	572	146	801
Administrative and support and waste management and remediation services	167,901	103,124	52,825	6,420	5,247	275	**	**
Educational services	27,480	19,663	5,456	1,861	495	**	—	**
Health care and social assistance	207,560	166,114	30,043	4,717	5,405	613	158	510
Arts, entertainment, and recreation	73,598	45,180	18,704	4,150	5,369	176	12	*6
Accommodation and food services	187,737	89,163	66,676	12,320	17,235	1,977	79	288
Other services	195,716	111,969	67,801	9,381	5,995	416	111	43

\* Data should be used with caution because of the small number of sample returns on which it is based.

\*\* Not shown to avoid disclosure of information about specific taxpayers. However, the data are included in the appropriate totals.

<sup>1</sup> Total includes S corporations for which neither a number of shareholders was reported nor a Schedule K-1, Shareholder's Share of Income, Credits, Deductions, etc., was filed.

<sup>2</sup> Includes returns not allocable by industrial sector, which are not shown separately.

<sup>3</sup> This industrial sector includes "Wholesale and Retail Trade Not Allocable", which are not shown separately.

NOTE: Detail may not add to total due to rounding.

the largest number of returns with 10 or fewer shareholders, 564.3 thousand. S corporations with more than 30 shareholders decreased 15.5 percent to 3,150 for Tax Year 2003. The management of companies sector displayed the largest number of S corporations (801) with more than 30 shareholders, or 25.4 percent.

The Small Business Job Protection Act of 1996 increased the allowable number of shareholders from 35 to 75. S corporations with more than 35 shareholders decreased 33.2 percent from the 2,726 reported for Tax Year 2002 to 1,822 for Tax Year 2003. Overall, the total number of shareholders in S corporations with more than 35 shareholders declined to 84,505, a decrease of 46,390.

### S Corporation Taxation

S corporations generally do not pay income tax, due to their treatment as a flowthrough entity. However, they may be subject to up to four different types of Federal income taxes. S corporations are responsible for the "built-in gains" tax, the excess net passive income tax, the investment recapture tax, and the

LIFO recapture tax (included in "Adjustments to tax" in Figure H). (See *Explanation of Selected Terms* for further detail.) The built-in gains tax is the most common of these four. The built-in gains tax represented 88.3 percent, or \$336.4 million, of all Federal income tax reported by S corporations for 2003.

S corporations that were previously C corporations

**Figure H**

### S Corporation Taxes, Tax Years 2002 and 2003

(Money amounts are in thousands of dollars)

Item	2002	2003	Percent change
	(1)	(2)	(3)
<b>Total tax</b>	<b>368,227</b>	<b>380,904</b>	<b>3.4</b>
Built-in gains tax	277,288	336,409	21.3
Excess net passive income tax	12,389	4,429	-64.3
Adjustments to tax	75,320	39,239	-47.9
Investment credit recapture tax	624	576	-7.7
Income tax adjustment	2,606	251	-90.4

NOTE: Detail may not add to totals because of rounding.

## S Corporation Returns, 2003

and made a valid S election after 1986 must pay tax on any realized gain from the sale of certain assets. These assets must be held at the time of election, and the sale must be made within 10 years from the first day of the S corporation's election for the built-in gains tax to apply. The built-in gains tax is limited to net appreciation occurring prior to a C corporation's election as an S corporation. S corporations that had never been a C corporation are not subject to the built-in gains tax [9].

The excess net passive income tax, the investment recapture tax, and the LIFO recapture tax also apply to corporations that operated as taxable corporations before making their S elections. The excess net passive income tax only applies to S corporations with net passive investment income accounting for more than 25 percent of gross receipts and with subchapter C earnings. S corporations are required to pay the investment credit recapture tax on the recapture attributable to credits allowed on the corporation in the years prior to the S election. The last-in, first-out (LIFO) recapture tax does not apply to S corporations that made an S election prior to December 18, 1987, and use the LIFO method to value inventory. A LIFO recapture amount, which is the amount of inventory valued under the first-in, first-out (FIFO) method that exceeds the inventory valued under LIFO, is required to be included in gross income after a corporation converts to an S corporation. Inventory that is transferred to an S corporation during a tax-free reorganization of a C corporation is also subject to the LIFO recapture tax.

S corporations reported total net income of \$213.7 billion and total tax liability of \$380.9 million during Tax Year 2003. The total tax reported for all S corporations increased 3.4 percent from 2002 to 2003 as shown in Figure H. The excess net passive income tax decreased 64.3 percent to \$4.4 million for Tax Year 2003. Also displayed in this figure are the adjustments to tax, which include Section 1363(d) LIFO recapture taxes and interest due from Form 8697, *Interest Computation under Look-Back Method for Completed Long-Term Contracts*. The income tax adjustment includes Section 1291(c)(2) deferred tax of a shareholder in a passive foreign investment company.

Of the 3.3 million S corporations that filed in 2003, only 6,687 reported tax liability. Overall, S

corporations reporting tax liability represent only 0.2 percent of all S corporation returns filed.

### Summary

- For Tax Year 2003, the number of S corporations grew to 3.3 million, an increase of 5.9 percent in the number of returns filed as compared to Tax Year 2002. S corporations remain the most popular corporate entity, with 61.9 percent of all U.S. corporations electing Federal tax treatment under Subchapter S. The number of shareholders for S corporations increased to 5.8 million, up 2.9 percent from the previous year.
- Total net income (less deficit) increased \$30.2 billion to \$213.7 billion for Tax Year 2003 from \$183.5 billion. As the largest component of total net income (less deficit), net income from a trade or business accounted for 80.2 percent of the total, down from 82.1 percent reported for Tax Year 2002. Portfolio income (less deficit) rose by \$8.7 billion, an increase of 34.5 percent, with most of this growth coming from a \$7.5-billion rise in net long-term capital gain (less loss).
- Nearly two-thirds, 62.7 percent, of all S corporations reported positive total net income. S corporations reported \$276.5 billion in positive total net income for Tax Year 2003, an increase of \$30.0 billion. Four industrial sectors accounted for 57.6 percent of positive total net income reported by S corporations for Tax Year 2003.
- Total assets increased \$169.9 billion for Tax Year 2003, an 8.4-percent increase from Tax Year 2002 when S corporations reported \$2.0 trillion. Four industrial sectors accounted for 59.3 percent of total assets reported. Total net worth accounted for \$603.9 billion of total liabilities, or 27.6 percent.
- Over half of all S corporations, or 1.9 million companies reported business receipts of less than \$250 thousand for 2003. The majority

## S Corporation Returns, 2003

of S corporations with less than \$250 thousand in business receipts can be found in four sectors: the professional, scientific and technical; real estate rental and leasing; construction; and wholesale and retail tradesectors.

- The number of S corporations reporting rental real estate income remained relatively constant, decreasing 0.8 percent to 249.0 thousand companies. The real estate and rental and leasing sector accounted for 70.6 percent of all returns reporting income on Form 8825 and 85.8 percent of gross income reported on Form 8825.
- The number of S corporation shareholders increased 2.9 percent to 5,847,219 for Tax Year 2003. During the same time period, the total number of companies with one shareholder grew 9.2 percent to 1,975,392.
- Less than one quarter of 1.0 percent of all S corporations reported Federal tax liability, for a total tax liability of \$380.9 million. This was a 3.4-percent decrease from the previous year when \$368.2 million were reported. The largest component of total tax liability was the built-in gains tax of \$336.4 million, an increase of 21.3 percent from 2002.

### Explanation of Selected Terms

**Built-in Gains Tax.**--The built-in gains tax is a corporate level tax on S corporations that dispose of assets that appreciated in value during years when the corporation was a C corporation. The S corporation may be liable for the tax on its built-in gains if: it was a C corporation prior to making its S election; the S corporation election was made after 1986; it has net recognized built-in gain within the recognition period; and the net recognized built-in gain for the tax year does not exceed the net unrealized gain minus the net recognized built-in gain for prior years in the recognition period, to the extent that such gains were subject to tax.

**Business Receipts.**--Business receipts are defined as the gross operating receipts of the corporation reduced by the cost of returned goods and allowances.

**Depreciable Assets.**--Depreciable assets from the corporation's end-of-year balance sheet were the book value of tangible property subject to depreciation.

**Excess Net Passive Income.**--The excess net passive income is the income that bears the same ratio to net passive income as the amount of passive investment income, exceeding 25 percent of gross receipts, bears to passive investment income.

**Investment in Government Obligations.**--Investment in Government obligations is a balance sheet asset item that is comprised of U.S. Federal, State and local government obligations.

**Investment Recapture Tax.**--S corporations are liable for recapture attributable to credits allowed in years before the corporation was an S corporation.

**LIFO Recapture Tax.**--The last in, first out (LIFO) recapture amount is the amount, if any, by which the amount of inventory assets using the first in, first out (FIFO) method exceeds the inventory amount of such assets under the LIFO method.

**Limited Liability Company (LLC).**--A limited liability company is a State-registered entity that can be taxed like a partnership for Federal income tax purposes, but its members, like corporate shareholders, are not personally liable for the entity's liabilities.

**Net Intangible Assets.**--Net intangible assets are intangible assets reduced by accumulated amortization as reported on the Balance Sheet, Schedule L, of Form 1120S.

**Net Notes and Accounts Receivable.**--Net notes and accounts receivable are notes and accounts receivable reduced by allowance for bad debts on the Balance Sheet, Schedule L, of Form 1120S.

**Net Passive Income.**--Net passive investment income is passive investment income reduced by any allowable deduction directly connected with the production of such income except for the net operating loss deduction under Internal Revenue Code section 172 and the special deductions allowed to corporations by Internal Revenue Code section 241.

**North American Industry Classification System.**--In 1997, the North American Standard Industry Classification System (NAICS) replaced the Standard Industrial Classification (SIC) system. The IRS began using the NAICS coding system for S corporations in 1998. The NAICS classification system is amended every 5 years to include changes for evolving industries. NAICS 2002 was the first revision to

## S Corporation Returns, 2003

the system and included changes in the structure for both the construction and information sectors, along with greater detail for the retail trade sector.

S corporation industries were determined from which activity the business derived the largest percentage of its "total receipts." Total receipts were defined as the sum of:

- ☐ Gross receipts, or sales;
- ☐ Net gain from Form 4797, *Sales of Business Property*;
- ☐ Other income;
- ☐ Gross income from other rental activities;
- ☐ Portfolio interest income;
- ☐ Portfolio ordinary income;
- ☐ Portfolio royalty income;
- ☐ Net short-term capital gains;
- ☐ Net long-term capital gains;
- ☐ Other portfolio income;
- ☐ Net section 1231 gain;
- ☐ Other income from Schedule K, *Shareholders' Shares of Income, Credits, Deductions, Etc.*;
- ☐ Gross rents from rental real estate;
- ☐ Net gain from the disposition of property from rental real estate activities; and
- ☐ Net income from rental real estate activities from partnerships, estates, and trusts in which this S corporation is a partner or beneficiary.

(Total receipts for S corporation industry coding purposes differ from total receipts used elsewhere in this article and are defined under *Total Receipts* in this section.)

*Passive Investment Income.*--Passive investment income is gross receipts derived from royalties, rents, dividends, interest (excluding interest on installment sales of inventory to customers and income of certain lending and financing businesses), annuities, and sales or exchanges of stock or securities to the extent of any gain.

*Portfolio Income (less deficit).*--Portfolio income (less deficit) is interest, dividends, annuities, and royalties, as well as gain or loss from the disposition of income-producing or investment property that is not derived in the ordinary course of trade or business.

*Qualified Subchapter S Subsidiaries (QSUB).*--Qualified subchapter S Subsidiaries include any domestic subsidiary of an S corporation that is not an ineligible corporation under Subchapter S of the Internal Revenue Code, and in which the S corporation holds 100 percent of the stock and elects to treat the subsidiary as a QSUB.

*Retained Earnings Unappropriated.*--Retained earnings, unappropriated, are made up of the retained earnings and profits of the corporation less any reserves.

*Salaries and Wages.*--Salaries and wages included the amount of salaries and wages paid by the corporation for the tax year. Expenses such as bonuses, directors' fees, wages, payroll, and salaries listed in the other deductions schedule were included with the statistics for salaries and wages.

*Small Business Job Protection Act of 1996.*--The Small Business Job Protection Act of 1996 increased the number of permitted shareholders for S corporations from 35 to 75; allowed an electing small business trust with multiple beneficiaries to qualify as an S corporation shareholder; allowed charitable organizations and qualified retirement plans (but not individual retirement accounts) to be S corporation shareholders; allowed corporations with subsidiaries to become S corporations; and provided a special qualified subchapter S subsidiary election so that wholly owned subsidiaries could be considered part of the S corporation for Federal income tax purposes.

*Tax-Exempt Securities.*--Tax exempt securities are a balance sheet asset item that is comprised of State and local government obligations and stock in a mutual fund or other regulated investment company that distributed exempt-interest dividends during the tax year of the corporation.

## S Corporation Returns, 2003

**Total Deductions.**--Total deductions are the sum of cost of goods sold; compensation of officers; salaries and wages; repairs; bad debts; rent paid on business property; taxes paid; interest paid; amortization; depreciation; depletion; advertising; pension, profit-sharing, stock, bonus, and annuity plans; employee benefit programs; net loss, noncapital assets; and other deductions from the income statement of Form 1120S.

**Total Net Income (Less Deficit).**--Since the Tax Reform Act of 1986, total net income (less deficit) is defined as the sum of: ordinary income (loss), ordinary dividends, interest income, royalty income, other portfolio income, net income (loss) from rental real estate activities, net income (loss) from other rental activities, total net long-term capital gain (loss), and net short-term capital gain (loss). Prior to 1987, S corporation net income (less deficit) included most of the components of total net income (less deficit) above. The sum of the above components is a comprehensive measure of S corporation profits and losses that enables comparisons to be made with years prior to 1987.

**Total Net Income (Less Deficit) From a Trade or Business.**--Total net income (less deficit) from a trade or business included income from trade or business activities for S corporations. For tax purposes, net income for S corporations excludes passive income such as rents and portfolio investment income, which was passed through to the shareholders and reported on Form 1120S, Schedule K, *Shareholders' Share of Income, Credits, Deductions, Etc.*

**Total Receipts.**--Total receipts are the sum of business receipts; interest on Government obligations, State and local; net gain, noncapital assets; and other receipts. S corporations report receipts for interest, rents, royalties, net capital gains, and dividends on Form 1120S, Schedule K, and these items are not included in the statistics.

**Trusts.**--Trust refers to "electing small business trust," which can be an S corporation shareholder. An electing trust is one that does not have as a beneficiary any person other than an individual, an estate, or an organization eligible to accept charitable contributions under Internal Revenue Code section 170 and does not have "potential current beneficiaries." This type of trust is different from the qualified subchapter S trust (QSST).

### Data Sources and Limitations

The statistics for Tax Year 2003 are based on a sample of S corporation income tax returns with accounting periods ending July 2003 through June 2004 that posted to the Internal Revenue Service Business Master File between July 2003 and the end of June 2005.

The estimates in this article were based on a stratified probability sample of 46,407 S corporation returns drawn from a total population of 3,506,431 returns. The stratification was based on combinations of total assets and ordinary income. Sample rates ranged from 0.25 percent to 100 percent. The sample was selected after administrative processing, but before audit examination. The selected sample included 45,560 active S corporation returns. Based on this count, the number of active S corporations for Tax Year 2003 was estimated to be 3,341,606.

Because the estimates are based on a sample, they are subject to sampling error. Coefficients of variation (CVs) are used to measure the magnitude of this sampling error. The CV is defined in the section on sampling variability in the "SOI Sampling Methodology and Data Limitations" appendix of this publication. Figure I presents the coefficients of variation for S corporations for selected variables by industrial division. The smaller the coefficient of variation, the more reliable the estimate is judged to be.

### Notes and References

- [1] For detailed information on the impact of the Tax Reform Act of 1986, the Revenue Reconciliation Act of 1993, and the Small Business Job Protection Act of 1996 on S corporations, see the following articles. For more information on the impact of the Tax Reform Act of 1986 on S corporations, see Gill, Amy, "S Corporation Returns, 1992," *Statistics of Income Bulletin*, Spring 1995, Volume 14, Number 4; and Gill, Amy and Wittman, Susan, "S Corporation Election After the Tax Reform Act of 1986," *Statistics of Income Bulletin*, Spring 1998, Volume 17, Number 4. For more information on the impact of the Revenue Reconciliation Act of 1993, see Wittman, Susan, "S Corporation Returns, 1994," *Statistics of Income Bulletin*, Spring 1997, Volume 16, Number 4. For more

**Figure I****S Corporations: Coefficients of Variation for Number of Returns, Number of Shareholders, Total Receipts, Dividends, and Interest Income, by Industrial Sector, Tax Year 2003**

Industrial Sector	Coefficients of variation (percentages)				
	Number of returns	Number of shareholders	Total receipts	Dividend income	Interest income
	(1)	(2)	(3)	(4)	(5)
<b>All industries<sup>1</sup></b> .....	<b>0.23</b>	<b>0.87</b>	<b>0.95</b>	<b>2.23</b>	<b>2.05</b>
Agriculture, forestry, fishing, and hunting .....	4.36	6.51	6.24	18.36	7.86
Mining .....	12.70	22.92	8.24	4.02	5.65
Utilities .....	34.19	34.67	6.68	0.27	10.84
Construction .....	1.36	2.14	1.92	7.57	5.17
Manufacturing .....	3.84	5.73	1.74	3.33	4.04
Wholesale and retail trade .....	1.56	2.09	1.37	7.11	3.17
Transportation and warehousing .....	4.55	5.48	10.30	33.10	13.41
Information .....	6.26	8.22	7.45	0.14	13.58
Finance and insurance .....	3.73	4.41	4.33	1.29	7.43
Real estate and rental and leasing .....	1.62	3.36	5.94	7.60	7.52
Professional, scientific, and technical services .....	1.51	2.24	7.77	15.72	9.60
Management of companies (holding companies) .....	10.73	17.41	1.58	13.57	3.33
Administrative and support and waste management and remediation services .....	3.54	4.24	8.34	8.75	6.96
Educational services .....	10.14	12.05	17.43	57.45	19.50
Health care and social assistance .....	1.99	5.46	6.95	29.41	24.42
Arts, entertainment, and recreation .....	5.46	6.98	8.74	19.22	11.41
Accommodation and food services .....	2.29	4.44	3.73	14.84	14.26
Other services .....	3.01	4.00	5.73	27.43	21.59

<sup>1</sup> Includes returns not allocable by industrial Sector, which are not shown separately.

information on the impact of the Small Business Job Protection Act of 1996, see Wittman, Susan, "S Corporation Returns, 1997," *Statistics of Income Bulletin*, Spring 2000, Volume 19, Number 4.

- [2] For the purpose of this article, taxable corporations are corporations that file the following types of returns: Form 1120, Form 1120-A, Form 1120F, Form 1120L, and Form 1120-PC. Form 1120-REIT and Form 1120-RIC, while not filed by taxable corporations, are included in the statistics. Limited liability companies and partnerships that choose to be taxed as a corporation file Form 1120; if they meet the conditions for S corporation status, LLCs and partnerships that choose corporate treatment may make an S corporation election and file an 1120S. Only an "LLC" designation in the name can identify the unincorporated associations. The number of returns with an "LLC" designa-

tion in the Statistics of Income corporate file is unpublished and small. Most LLCs file a partnership return for Federal tax purposes and are included in the partnership statistics. For more information on the impact of LLCs on partnership data, see Wheeler, Tim and Shumofsky, Nina, "Partnership Returns, 2003," *Statistics of Income Bulletin*, Fall 2005, Volume 25, Number 2.

- [3] Provisions exist to allow for late-filed elections to be considered as timely made. See Revenue Procedure 97-40 for extended filings. For further detail on filing an S election, see Internal Revenue Service, *Internal Revenue Code, Subchapter S [Section 1362(a), (b)]*.
- [4] Eligible trusts are defined in the *Internal Revenue Code section 1361(c)(2)(A)*; eligible trusts are trusts that are treated as owned by an individual who is a citizen or resident of the

## S Corporation Returns, 2003

United States. Eligible exempt organizations are described in *Internal Revenue Code* section 401(a) and section 501(c)(3); these organizations include qualified pension plans, profit-sharing plans, stock bonus plans, and certain organizations exempt from Federal income taxes.

- [5] Calendar year S corporations are defined as full year S corporations with an accounting period ending in December or part-year S corporations with an accounting period ending in December. S corporations may elect another tax year if a business purpose can be justified to the satisfaction of the Internal Revenue Service (IRS), or they may use an alternate tax year but make “required payments” to the IRS per Internal Revenue Code section 1378.

- [6] For further detail, see Luttrell, Kelly, “S Corporation Returns, 2002,” *Statistics of Income Bulletin*, Spring 2005, Volume 24, Number 4.

- [7] *Ibid.* (See [6].)

- [8] Returns for nonfinance industries were classified by size of gross receipts from sales and operations. Returns of industries within the “Finance and Insurance” and “Management Holding Companies” sectors were classified by size of total receipts (the sum of business receipts and investment income).

- [9] For further detail, see Internal Revenue Service, Internal Revenue Code, Subchapter S, Section 1374. Also see Gill, Amy, “S Corporation Returns, 1992,” *Statistics of Income Bulletin*, Spring 1995, Volume 14, Number 4.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	All industries <sup>1</sup>	Agriculture, forestry, fishing, and hunting				Mining	Utilities	Construction
		Total	Agriculture production	Forestry and logging	Support activities and fishing, hunting and trapping			Total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Number of returns.....	3,341,606	81,005	52,987	6,639	21,379	16,692	2,932	448,549
Number of shareholders.....	5,847,219	183,392	124,655	12,973	45,764	38,495	5,786	727,510
Total receipts <sup>2</sup> .....	4,232,565,964	56,256,395	36,987,642	5,776,140	13,492,613	23,426,004	5,521,630	622,765,814
Business receipts.....	4,152,365,102	51,916,059	33,512,745	5,559,734	12,843,581	21,853,108	5,402,882	617,163,047
Interest on Government obligations:								
State and local <sup>2</sup> .....	1,363,342	22,625	19,227	213	3,186	17,345	207	173,341
Net gain, noncapital assets.....	7,105,203	310,369	216,689	43,742	49,938	187,441	14,412	564,419
Other receipts.....	71,732,316	4,007,342	3,238,981	172,451	595,909	1,368,110	104,129	4,865,008
Total deductions.....	4,059,628,006	56,205,658	37,522,085	5,808,825	12,874,748	19,425,247	5,326,731	599,588,393
Cost of goods sold.....	2,576,430,390	26,216,864	15,110,331	3,705,359	7,401,174	9,269,133	4,331,685	454,958,944
Compensation of officers.....	160,754,610	1,427,242	690,331	193,660	543,252	507,583	32,116	19,566,476
Salaries and wages.....	449,732,962	4,687,664	3,329,877	438,075	919,712	1,638,843	176,789	34,782,286
Repairs.....	26,225,941	1,365,144	888,596	170,942	305,606	434,246	19,926	2,646,859
Bad debts.....	8,990,922	31,733	19,750	5,126	6,857	19,518	8,153	819,505
Rent paid on business property.....	112,505,390	2,655,760	2,303,078	49,464	303,218	560,589	68,225	10,912,080
Taxes paid.....	89,222,910	1,164,158	800,925	95,574	267,658	753,054	64,310	10,785,971
Interest paid.....	37,154,873	1,037,949	785,845	100,666	151,438	382,878	61,642	3,763,514
Amortization.....	5,712,477	54,953	32,449	3,400	19,104	22,426	10,101	193,874
Depreciation.....	82,261,523	3,308,835	2,187,765	545,011	576,059	1,398,911	125,610	10,575,829
Depletion.....	388,873	24,229	20,001	4,225	3	215,316	--	35,829
Advertising.....	40,398,858	212,459	150,721	3,998	57,741	23,303	19,023	2,137,856
Pension, profit-sharing, stock bonus, and annuity plans.....	17,974,203	160,717	105,771	21,586	33,359	92,577	5,529	2,336,477
Employee benefit programs.....	39,766,082	524,484	422,807	34,684	66,994	294,335	12,435	6,221,599
Net loss, noncapital assets.....	915,490	6,228	3,567	142	*2,518	13,451	41	72,676
Other deductions.....	411,192,503	13,327,241	10,670,272	436,913	2,220,056	3,799,084	391,147	39,778,619
Total receipts less total deductions <sup>2</sup> .....	172,937,958	50,737	-534,444	-32,684	617,865	4,000,758	194,899	23,177,421
Net income (less deficit) from a trade or business <sup>2</sup> .....	171,574,616	28,112	-553,671	-32,897	614,680	3,983,413	194,692	23,004,080
Net income.....	236,674,565	3,221,226	2,005,861	259,848	955,517	4,705,363	335,381	31,536,187
Deficit.....	65,099,950	3,193,114	2,559,531	292,746	340,837	721,949	140,689	8,532,107
Portfolio income (less deficit) distributed to shareholders.....	34,779,288	503,110	475,070	13,832	14,208	813,158	18,974	2,512,167
Dividend income.....	2,546,888	25,695	14,152	8,200	3,342	77,530	3,002	75,429
Interest income.....	8,496,728	148,661	107,297	11,405	29,960	160,002	20,620	863,573
Royalty income.....	758,448	72,744	68,488	1,621	*2,634	113,058	12	5,354
Net short-term capital gain (less loss).....	1,613,390	9,859	5,565	1,966	*2,328	37,097	1,229	76,357
Net long-term capital gain (less loss).....	20,976,005	244,136	277,641	-9,445	-24,061	424,534	-5,889	1,479,300
Other portfolio income (net).....	387,828	2,016	1,927	85	5	937	--	12,154
Real estate rental net income (less deficit).....	6,759,271	180,882	163,997	-696	17,580	11,726	* -1671	117,977
Net income.....	9,544,351	196,948	176,760	1,731	18,457	17,776	* 80	411,943
Deficit.....	2,785,080	16,066	12,762	2,427	*877	6,049	* 1751	293,966
Net income (less deficit) from other rental activity.....	568,606	21,926	21,201	299	426	14,670	751	72,889
Net income.....	1,282,959	34,987	34,095	465	426	21,361	751	87,595
Deficit.....	714,353	*13,061	*12,895	166	--	6,691	--	14,706
Total net income (less deficit).....	213,681,780	734,029	106,597	-19,462	646,894	4,822,968	212,746	25,707,114
Net income.....	276,531,538	3,773,457	2,521,792	255,906	995,759	5,501,848	357,240	33,893,492
Deficit.....	62,849,757	3,039,428	2,415,196	275,368	348,864	678,880	144,494	8,186,379

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Construction--continued			Manufacturing				
	Construction of buildings	Heavy and civil engineering construction	Specialty trade contractors	Total	Food manufacturing	Beverage and tobacco product manufacturing	Textile mills and textile product mills	Apparel manufacturing
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Number of returns.....	130,639	51,346	266,564	149,806	8,567	892	1,907	5,779
Number of shareholders.....	199,418	123,595	404,498	353,136	32,425	2,957	4,541	13,470
Total receipts <sup>2</sup> .....	258,060,204	105,085,904	259,619,706	514,083,018	60,033,609	7,196,400	9,305,489	22,211,979
Business receipts.....	255,347,183	103,133,317	258,682,547	509,581,451	59,528,474	7,086,792	9,241,971	21,979,986
Interest on Government obligations:								
State and local <sup>2</sup> .....	140,313	26,045	6,983	157,594	9,164	6,393	3,051	4,006
Net gain, noncapital assets.....	154,422	180,183	229,813	784,369	102,774	4,669	3,246	6,323
Other receipts.....	2,418,286	1,746,359	700,362	3,559,604	393,196	98,546	57,222	221,664
Total deductions.....	248,226,129	101,797,122	249,565,142	492,826,283	57,804,592	6,675,736	9,012,756	21,315,172
Cost of goods sold.....	213,310,438	73,060,716	168,587,790	343,244,308	43,732,393	4,065,684	6,716,598	14,837,718
Compensation of officers.....	5,395,283	2,686,727	11,484,466	14,376,141	786,325	143,609	278,833	632,657
Salaries and wages.....	8,406,027	5,203,938	21,172,321	40,226,663	3,595,868	693,757	583,660	2,186,784
Repairs.....	486,408	754,627	1,405,824	2,625,301	403,005	57,402	24,275	47,603
Bad debts.....	212,732	113,567	493,205	1,194,934	58,132	7,611	56,821	37,217
Rent paid on business property.....	1,837,970	3,075,665	5,998,444	10,213,191	736,166	87,339	144,414	497,425
Taxes paid.....	2,391,037	1,933,306	6,461,628	11,024,751	756,538	445,078	194,828	457,662
Interest paid.....	1,221,886	1,264,981	1,276,647	4,673,527	429,134	69,548	68,000	141,581
Amortization.....	69,596	46,400	77,779	695,491	111,573	20,889	7,362	16,886
Depreciation.....	1,802,634	3,436,537	5,336,658	16,054,456	1,788,575	321,655	224,111	239,454
Depletion.....	1,322	25,463	*9,044	101,497	--	5,313	--	--
Advertising.....	662,530	264,112	1,211,213	4,998,979	875,298	162,755	59,875	286,892
Pension, profit-sharing, stock bonus, and annuity plans.....	608,400	707,107	1,020,969	2,332,104	206,107	44,247	29,265	64,423
Employee benefit programs.....	1,097,528	1,112,821	4,011,250	7,533,101	647,731	124,575	119,486	171,055
Net loss, noncapital assets.....	9,883	10,922	51,871	155,010	4,354	*1,945	1,181	4,243
Other deductions.....	10,712,453	8,100,232	20,965,935	33,376,829	3,673,392	424,328	504,047	1,693,571
Total receipts less total deductions <sup>2</sup> .....	9,834,075	3,288,782	10,054,564	21,256,735	2,229,016	520,664	292,733	896,807
Net income (less deficit) from a trade or business <sup>2</sup> .....	9,693,762	3,262,737	10,047,581	21,099,141	2,219,852	514,271	289,683	892,801
Net income.....	12,283,469	5,744,364	13,508,354	28,905,535	2,561,255	638,172	522,743	1,152,225
Deficit.....	2,589,707	2,481,627	3,460,774	7,806,393	341,403	123,902	233,061	259,424
Portfolio income (less deficit) distributed to shareholders.....	962,439	1,222,098	327,630	3,451,260	224,309	27,747	25,089	168,566
Dividend income.....	31,065	24,429	19,935	362,848	18,785	6,536	2,799	10,676
Interest income.....	385,915	298,381	179,277	763,299	63,353	15,579	11,356	14,386
Royalty income.....	523	3,000	*1,831	98,386	1,423	--	2,222	16,146
Net short-term capital gain (less loss).....	28,478	32,829	15,051	97,390	1,536	2,271	276	2,280
Net long-term capital gain (less loss).....	514,786	853,321	111,193	2,126,079	139,047	3,236	8,270	124,991
Other portfolio income (net).....	1,672	10,139	*343	3,257	166	126	165	87
Real estate rental net income (less deficit).....	74,550	32,524	10,903	184,850	7,737	7,717	2,125	7,557
Net income.....	152,014	242,351	17,578	204,303	10,552	7,811	2,224	7,977
Deficit.....	77,464	209,826	6,675	19,453	2,815	94	99	419
Net income (less deficit) from other rental activity.....	27,063	-31	45,858	35,227	-993	4,763	619	271
Net income.....	32,917	8,266	46,412	56,266	1,582	4,763	639	271
Deficit.....	5,854	8,297	555	21,039	2,575	--	20	--
Total net income (less deficit).....	10,757,814	4,517,329	10,431,971	24,770,479	2,450,905	554,498	317,516	1,069,196
Net income.....	13,250,484	6,818,959	13,824,049	31,970,618	2,778,567	668,031	546,014	1,304,847
Deficit.....	2,492,670	2,301,630	3,392,078	7,200,139	327,662	113,533	228,498	235,651

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued							
	Leather and allied product manufacturing	Wood product manufacturing	Paper manufacturing	Printing and related support activities	Petroleum and coal products manufacturing	Chemical manufacturing	Plastics and rubber products manufacturing	Nonmetallic mineral product manufacturing
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
Number of returns.....	1,147	7,329	2,129	20,044	978	4,528	5,807	6,350
Number of shareholders.....	1,834	14,124	4,265	47,930	3,003	14,613	16,142	14,291
Total receipts <sup>2</sup> .....	3,145,647	31,955,233	18,777,283	30,207,924	6,781,165	21,080,499	35,399,242	18,507,378
Business receipts.....	3,117,388	31,593,959	18,658,374	29,891,412	6,805,429	20,916,245	35,171,330	18,270,474
Interest on Government obligations:								
State and local <sup>2</sup> .....	*1,071	41,039	11,527	2,940	1,148	7,782	7,047	2,346
Net gain, noncapital assets.....	58	50,696	9,914	20,263	4,239	9,780	60,061	31,178
Other receipts.....	27,129	269,540	97,468	293,309	-29,651	146,692	160,804	203,380
Total deductions.....	2,812,575	30,717,672	18,403,913	29,115,758	6,660,609	19,415,491	33,991,700	17,704,469
Cost of goods sold.....	1,787,069	23,458,494	13,359,043	17,100,856	5,076,498	12,283,700	24,296,628	11,365,863
Compensation of officers.....	90,945	634,448	466,075	1,291,973	102,226	649,967	907,298	535,108
Salaries and wages.....	302,281	1,987,598	1,317,837	3,248,421	418,729	1,945,614	2,494,665	1,449,260
Repairs.....	12,537	196,869	65,576	261,832	33,786	124,332	152,812	193,749
Bad debts.....	7,367	46,051	26,183	97,711	4,656	44,261	84,952	53,642
Rent paid on business property.....	48,273	365,253	427,265	1,133,235	104,493	383,053	611,631	530,015
Taxes paid.....	55,437	579,692	346,564	780,523	97,992	414,909	749,187	456,467
Interest paid.....	37,483	288,598	275,990	342,857	69,669	147,150	316,395	192,493
Amortization.....	751	24,289	26,461	63,640	5,089	29,935	47,166	24,352
Depreciation.....	41,884	872,070	623,197	1,511,040	240,147	551,985	1,307,518	983,412
Depletion.....	--	67,009	*3,088	--	4,399	2,363	--	18,783
Advertising.....	90,080	192,443	54,274	328,478	15,945	582,476	250,386	96,988
Pension, profit-sharing, stock bonus, and annuity plans.....	5,203	123,447	123,545	125,050	12,942	125,054	160,875	68,435
Employee benefit programs.....	29,804	344,633	325,511	387,776	35,259	282,273	577,715	281,608
Net loss, noncapital assets.....	781	2,220	379	3,278	134	7,277	4,042	552
Other deductions.....	302,679	1,534,559	962,923	2,439,088	438,646	1,841,143	2,030,430	1,453,743
Total receipts less total deductions <sup>2</sup> .....	333,072	1,237,561	373,370	1,092,166	120,556	1,665,009	1,407,541	802,909
Net income (less deficit) from a trade or business <sup>2</sup> .....	332,001	1,196,523	361,843	1,089,226	119,408	1,657,226	1,400,495	800,563
Net income.....	341,105	1,595,613	766,466	1,619,673	238,406	1,843,696	1,827,489	1,118,017
Deficit.....	*9,104	399,091	404,623	530,448	118,998	186,470	426,994	317,454
Portfolio income (less deficit) distributed to shareholders.....	12,914	125,957	131,628	90,439	7,509	219,030	183,061	57,775
Dividend income.....	2,429	3,882	16,852	2,683	2,154	20,313	5,193	4,527
Interest income.....	3,836	43,001	19,426	52,209	4,576	28,119	36,213	22,007
Royalty income.....	--	7,722	4,761	207	24	19,165	3,485	1,542
Net short-term capital gain (less loss).....	*2,731	-1,158	59,719	-6,316	482	736	-443	7,465
Net long-term capital gain (less loss).....	3,918	72,369	31,492	41,664	272	149,165	138,530	22,147
Other portfolio income (net).....	--	141	-622	-7	--	*1,532	84	*87
Real estate rental net income (less deficit).....	26	11,021	14,761	3,209	3,694	2,103	8,263	24,560
Net income.....	83	11,654	16,095	3,281	3,850	2,221	9,333	24,789
Deficit.....	57	633	1,334	72	156	118	1,070	229
Net income (less deficit) from other rental activity.....	-53	-736	-113	7,510	93	-1,005	3,700	4,603
Net income.....	--	1,936	399	*7,597	106	1,399	3,704	4,678
Deficit.....	53	2,672	512	86	13	2,404	4	75
Total net income (less deficit).....	344,888	1,332,764	508,118	1,190,384	130,703	1,877,354	1,595,519	887,502
Net income.....	352,649	1,708,510	855,568	1,691,774	249,560	2,041,246	1,999,404	1,163,397
Deficit.....	*7,762	375,746	347,450	501,390	118,857	163,893	403,885	275,895

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued							
	Primary metal manufacturing	Fabricated metal product manufacturing	Machinery manufacturing	Computer and electronic product manufacturing	Electrical equipment, appliance, and component manufacturing	Transportation equipment manufacturing	Furniture and related product manufacturing	Miscellaneous manufacturing
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
Number of returns.....	4,819	28,543	10,282	5,493	2,664	5,358	6,033	21,158
Number of shareholders.....	11,875	58,284	26,314	14,718	8,441	11,628	11,015	41,267
Total receipts <sup>2</sup> .....	22,424,976	75,840,653	28,239,245	22,287,182	15,179,350	28,335,771	17,329,371	39,844,622
Business receipts.....	22,307,607	75,155,145	27,944,757	22,182,742	15,036,454	28,107,673	17,058,529	39,526,710
Interest on Government obligations:								
State and local <sup>2</sup> .....	1,625	19,344	11,267	4,552	2,904	14,475	1,736	4,176
Net gain, noncapital assets.....	16,709	250,992	34,822	11,614	18,432	23,578	7,544	117,479
Other receipts.....	99,035	415,172	248,399	88,274	121,560	190,045	261,562	196,257
Total deductions.....	22,024,180	73,171,730	27,041,532	21,545,112	14,236,144	27,136,418	16,549,989	37,490,733
Cost of goods sold.....	17,432,803	50,553,911	17,867,291	14,017,299	9,509,677	20,796,849	11,404,924	23,581,011
Compensation of officers.....	398,445	2,784,889	1,035,819	776,335	333,862	518,294	567,232	1,441,801
Salaries and wages.....	1,006,786	5,478,513	2,436,364	2,486,478	1,505,977	1,516,937	1,541,525	4,029,611
Repairs.....	133,241	341,523	102,595	85,967	51,909	70,827	104,712	160,748
Bad debts.....	42,692	184,124	87,167	54,532	23,515	51,588	109,984	116,727
Rent paid on business property.....	319,633	1,574,103	702,657	564,034	250,396	405,513	427,826	900,466
Taxes paid.....	357,706	1,905,348	681,322	566,670	329,959	546,210	383,477	919,182
Interest paid.....	214,695	744,437	265,558	138,391	183,774	252,168	146,969	348,636
Amortization.....	25,831	66,397	39,758	31,080	28,484	35,963	14,098	75,487
Depreciation.....	747,771	2,772,426	957,310	564,434	390,381	645,160	359,366	912,559
Depletion.....	--	311	--	--	27	--	*205	--
Advertising.....	26,364	388,079	226,899	224,696	229,674	187,526	154,778	565,074
Pension, profit-sharing, stock bonus, and annuity plans.....	68,356	411,778	164,317	107,579	136,068	106,622	45,126	203,664
Employee benefit programs.....	278,098	1,471,334	579,457	419,508	266,456	435,030	185,756	570,033
Net loss, noncapital assets.....	1,130	4,526	99,334	2,065	2,071	12,981	872	1,645
Other deductions.....	970,628	4,490,032	1,795,684	1,506,045	993,913	1,554,750	1,103,138	3,664,090
Total receipts less total deductions <sup>2</sup> .....	400,797	2,668,923	1,197,713	742,070	943,206	1,199,352	779,382	2,353,889
Net income (less deficit) from a trade or business <sup>2</sup> .....	399,172	2,649,579	1,186,446	737,518	940,302	1,184,877	777,646	2,349,713
Net income.....	745,725	3,972,205	1,859,151	1,491,174	1,098,552	1,678,287	1,002,943	2,832,637
Deficit.....	346,553	1,322,626	672,706	753,655	158,250	493,411	225,297	482,925
Portfolio income (less deficit) distributed to shareholders.....	94,401	416,326	706,364	207,422	295,036	129,589	37,759	290,339
Dividend income.....	25,712	26,131	29,577	87,466	32,916	24,053	1,875	38,289
Interest income.....	48,061	144,059	58,250	41,837	34,301	69,229	8,970	44,532
Royalty income.....	2,631	3,307	5,284	4,314	11,359	5,022	3	9,767
Net short-term capital gain (less loss).....	16,234	6,223	-413	1,651	-1,323	1,659	-409	4,190
Net long-term capital gain (less loss).....	1,417	235,817	613,615	71,992	217,780	29,485	27,334	193,539
Other portfolio income (net).....	346	789	51	161	3	141	-13	22
Real estate rental net income (less deficit).....	8,129	27,702	12,997	6,799	10,908	10,761	7,393	7,387
Net income.....	10,681	32,045	14,263	7,871	11,141	11,362	7,426	9,644
Deficit.....	2,552	4,342	1,266	*1,071	232	602	34	2,257
Net income (less deficit) from other rental activity.....	448	11,036	6,104	1,306	-6,665	1,320	596	*2,423
Net income.....	448	11,161	6,104	1,314	524	6,546	596	*2,499
Deficit.....	--	126	--	7	7,189	5,226	--	76
Total net income (less deficit).....	502,150	3,104,642	1,911,911	953,046	1,239,581	1,326,546	823,394	2,649,862
Net income.....	775,312	4,364,268	2,504,003	1,689,066	1,345,260	1,776,180	1,045,403	3,111,558
Deficit.....	273,162	1,259,626	592,092	736,019	105,679	449,634	222,009	461,695

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade							
	Total	Wholesale trade				Retail trade		
		Total	Merchant wholesalers		Wholesale electronic markets and agents and brokers	Total	Motor vehicle dealers and parts dealers	Furniture and home furnishings stores
			Durable goods	Nondurable goods				
	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)
Number of returns.....	567,183	190,108	114,853	70,631	4,624	374,971	54,057	21,915
Number of shareholders.....	982,862	351,188	206,494	138,270	6,424	629,566	93,643	33,498
Total receipts <sup>2</sup> .....	1,755,476,349	750,217,607	347,069,207	402,470,951	677,449	1,004,603,407	510,577,779	31,143,221
Business receipts.....	1,733,442,944	742,270,310	343,602,781	398,125,008	542,520	990,518,817	501,060,828	30,885,395
Interest on Government obligations:								
State and local <sup>2</sup> .....	85,822	50,302	29,929	20,373	--	35,519	4,315	2,423
Net gain, noncapital assets.....	1,104,018	504,548	430,511	74,037	--	599,469	266,607	2,391
Other receipts.....	20,843,565	7,392,447	3,005,985	4,251,533	134,929	13,449,602	9,246,029	253,012
Total deductions.....	1,715,935,050	728,793,008	336,246,905	391,952,260	593,843	986,387,319	504,811,430	30,307,707
Cost of goods sold.....	1,375,851,716	591,251,448	259,717,072	331,511,428	22,948	783,949,327	435,707,778	18,585,313
Compensation of officers.....	28,726,453	14,248,822	8,159,598	5,939,994	149,229	14,475,573	4,581,731	762,990
Salaries and wages.....	116,116,031	46,905,102	27,213,314	19,562,682	129,105	69,196,080	25,660,726	3,648,598
Repairs.....	6,061,704	2,368,572	1,229,286	1,137,918	1,368	3,691,846	1,030,161	201,579
Bad debts.....	2,559,498	1,571,887	861,664	710,223	--	971,627	224,599	55,335
Rent paid on business property.....	29,177,190	9,454,907	5,616,807	3,810,838	27,261	19,714,818	4,974,265	1,616,404
Taxes paid.....	22,227,727	9,246,424	4,155,839	5,070,961	19,624	12,978,790	4,318,186	642,168
Interest paid.....	8,496,541	3,394,096	1,922,445	1,468,861	2,790	5,100,410	2,345,051	159,378
Amortization.....	1,380,179	548,783	234,896	309,160	4,727	829,215	184,754	19,290
Depreciation.....	15,941,969	6,596,952	3,931,783	2,653,253	11,916	9,336,554	3,062,294	346,063
Depletion.....	6,212	3,898	2,294	1,604	--	2,314	11	--
Advertising.....	16,749,628	3,789,301	1,962,291	1,814,423	12,587	12,957,497	5,836,019	1,285,577
Pension, profit-sharing, stock bonus, and annuity plans.....	3,047,700	1,874,298	1,083,378	778,877	12,043	1,173,367	335,242	55,045
Employee benefit programs.....	8,640,856	3,765,357	2,260,172	1,489,240	15,945	4,874,715	2,090,847	220,973
Net loss, noncapital assets.....	227,986	40,284	23,949	16,335	--	187,702	16,789	12,487
Other deductions.....	80,723,659	33,732,877	17,872,118	15,676,462	184,298	46,947,485	14,442,976	2,696,507
Total receipts less total deductions <sup>2</sup> .....	39,541,299	21,424,599	10,822,302	10,518,691	83,606	18,216,088	5,766,350	835,515
Net income (less deficit) from a trade or business <sup>2</sup> .....	39,455,477	21,374,297	10,792,373	10,498,318	83,606	18,180,569	5,762,035	833,092
Net income.....	50,819,958	25,700,475	13,326,299	12,258,212	115,964	25,113,733	7,477,860	1,281,157
Deficit.....	11,364,481	4,326,178	2,533,927	1,759,894	32,358	6,933,165	1,715,824	448,065
Portfolio income (less deficit) distributed to shareholders.....	8,693,029	5,791,523	4,016,271	1,776,026	-775	2,901,506	1,745,931	33,915
Dividend income.....	194,634	118,482	47,876	70,077	529	76,152	8,826	1,037
Interest income.....	1,592,966	841,678	328,247	511,063	2,368	751,287	342,304	40,890
Royalty income.....	163,980	142,700	72,064	70,636	--	21,280	*2,061	136
Net short-term capital gain (less loss).....	48,577	10,142	-18,110	27,509	743	38,435	2,534	470
Net long-term capital gain (less loss).....	6,690,050	4,675,792	3,585,679	1,094,529	-4,416	2,014,259	1,390,106	-8,621
Other portfolio income (net).....	2,822	2,729	517	2,212	--	93	100	2
Real estate rental net income (less deficit).....	558,013	319,813	172,541	147,272	--	238,200	79,466	17,254
Net income.....	615,623	333,157	176,936	156,220	--	282,466	85,014	17,618
Deficit.....	57,610	13,344	4,396	8,948	--	44,266	5,549	363
Net income (less deficit) from other rental activity.....	22,985	-1,834	-17,018	15,184	--	24,819	-1,730	1,441
Net income.....	115,444	73,579	58,253	15,326	--	41,865	14,467	1,441
Deficit.....	92,459	75,413	75,271	142	--	17,046	16,197	--
Total net income (less deficit).....	48,729,504	27,483,799	14,964,167	12,436,800	82,831	21,345,094	7,585,702	885,702
Net income.....	59,263,183	31,507,464	17,319,560	14,069,521	118,384	27,749,969	9,137,878	1,326,903
Deficit.....	10,533,678	4,023,665	2,355,393	1,632,721	35,552	6,404,875	1,552,176	441,201

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade--continued							
	Retail trade--continued							
	Electronics and appliance stores	Building material and garden equipment and supplies dealers	Food and beverage stores	Health and personal care stores	Gasoline stations	Clothing and clothing accessories stores	Sporting goods, hobby, book, and music stores	General merchandise stores
	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)
Number of returns.....	19,412	22,399	58,459	22,786	23,059	30,032	21,410	7,596
Number of shareholders.....	28,405	37,240	107,543	34,855	41,123	47,264	35,039	11,621
Total receipts <sup>2</sup> .....	29,321,675	59,362,764	107,813,379	36,833,582	90,755,235	23,403,026	18,541,256	12,548,771
Business receipts.....	29,127,892	58,919,389	106,455,322	36,686,993	90,017,574	23,249,696	18,381,760	12,416,501
Interest on Government obligations:								
State and local <sup>2</sup> .....	1,075	1,882	4,258	*2,465	3,231	2,915	207	233
Net gain, noncapital assets.....	14,524	39,332	66,973	13,711	69,653	427	5,056	71
Other receipts.....	178,185	402,161	1,286,825	130,412	664,777	149,988	154,233	131,967
Total deductions.....	28,213,488	57,257,280	105,980,913	35,114,483	89,963,018	22,841,724	18,007,679	12,319,582
Cost of goods sold.....	20,214,447	41,457,380	79,277,986	25,565,853	77,594,326	12,666,012	12,052,315	8,429,061
Compensation of officers.....	846,237	1,191,584	1,366,303	1,142,942	613,116	804,330	458,048	180,701
Salaries and wages.....	3,052,153	6,104,942	9,509,340	3,431,859	3,621,727	3,229,196	1,741,612	1,449,982
Repairs.....	71,942	363,326	754,000	108,434	468,208	129,237	81,946	71,246
Bad debts.....	47,022	182,192	79,523	50,517	38,316	35,038	16,486	11,376
Rent paid on business property.....	519,850	1,366,797	2,630,568	954,205	1,494,564	1,669,402	995,252	616,228
Taxes paid.....	449,002	1,122,225	2,188,652	539,877	1,066,463	583,901	367,581	237,014
Interest paid.....	125,405	292,919	563,378	120,183	440,928	136,798	163,652	58,680
Amortization.....	31,945	37,722	235,729	29,982	92,866	32,800	18,177	8,928
Depreciation.....	315,703	828,037	1,341,938	230,680	1,277,332	303,950	246,488	119,110
Depletion.....	--	2,303	--	--	--	--	--	--
Advertising.....	428,873	587,766	876,087	412,951	150,350	697,064	381,949	128,656
Pension, profit-sharing, stock bonus, and annuity plans.....	50,224	140,086	168,741	84,173	32,098	62,374	30,720	9,095
Employee benefit programs.....	186,078	420,693	863,909	130,789	123,948	123,356	104,173	77,088
Net loss, noncapital assets.....	2,296	1,591	1,266	205	1,992	78,849	4,527	*2,574
Other deductions.....	1,872,312	3,157,716	6,123,495	2,311,832	2,946,783	2,289,417	1,344,754	919,841
Total receipts less total deductions <sup>2</sup> .....	1,108,187	2,105,484	1,832,466	1,719,098	792,217	561,302	533,577	229,190
Net income (less deficit) from a trade or business <sup>2</sup> .....	1,107,112	2,103,602	1,828,208	1,716,633	788,986	558,387	533,370	228,957
Net income.....	1,418,455	2,527,739	2,665,996	1,877,483	1,188,359	1,018,056	830,617	441,942
Deficit.....	311,343	424,137	837,788	160,850	399,372	459,669	297,247	212,984
Portfolio income (less deficit) distributed to shareholders.....	33,919	126,019	180,867	156,046	68,648	20,216	93,907	17,625
Dividend income.....	2,654	21,168	17,948	4,257	9,500	658	989	1,011
Interest income.....	24,153	77,930	68,776	17,157	37,882	16,140	27,336	8,288
Royalty income.....	843	*429	1,066	2,024	1,284	3,490	--	110
Net short-term capital gain (less loss).....	*7,014	1,540	15,988	*2,153	767	1,145	63	3,718
Net long-term capital gain (less loss).....	-745	24,793	77,725	130,433	18,971	-1,218	*65,521	*4,498
Other portfolio income (net).....	--	*159	*-636	21	245	--	--	1
Real estate rental net income (less deficit).....	20,663	20,305	58,833	*4,571	18,513	784	*-1,663	4,507
Net income.....	20,776	25,589	74,614	*4,571	29,246	823	356	4,569
Deficit.....	113	5,284	*15,780	--	10,733	39	*2,019	62
Net income (less deficit) from other rental activity.....	10	652	6,696	*2,151	9,641	*519	*2,726	153
Net income.....	10	689	6,739	*2,152	9,694	*1,070	*2,726	153
Deficit.....	--	37	42	1	54	551	--	--
Total net income (less deficit).....	1,161,705	2,250,577	2,074,605	1,879,401	885,788	579,906	628,341	251,243
Net income.....	1,458,728	2,656,132	2,797,710	2,035,345	1,253,258	1,031,246	921,815	465,024
Deficit.....	297,023	405,555	723,105	155,945	367,470	451,341	293,474	213,782

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade--continued			Transportation and warehousing				
	Retail trade--continued		Wholesale and retail trade not allocable	Total	Air, rail and water transportation	Truck transportation	Transit and ground passenger transportation	Pipeline transportation
	Miscellaneous store retailers	Nonstore retailers						
	(49)	(50)	(51)	(52)	(53)	(54)	(55)	(56)
Number of returns.....	64,091	29,756	*2,104	103,350	8,725	56,325	12,025	*354
Number of shareholders.....	110,782	48,553	*2,107	171,332	12,494	92,114	16,076	*537
Total receipts <sup>2</sup> .....	42,115,031	42,187,687	*655,335	132,020,951	10,859,040	69,097,961	7,329,483	*830,938
Business receipts.....	41,801,994	41,515,474	*653,818	130,122,429	10,503,837	68,218,694	7,279,353	*641,077
Interest on Government obligations:								
State and local <sup>2</sup> .....	556	11,959	--	7,865	881	1,970	26	--
Net gain, noncapital assets.....	45,623	75,100	1	812,669	231,315	447,883	25,968	33,793
Other receipts.....	266,857	585,154	*1,516	1,077,987	123,007	429,414	24,136	*156,067
Total deductions.....	41,155,899	40,414,118	*754,723	129,864,818	11,044,186	68,129,821	7,134,606	*689,293
Cost of goods sold.....	25,953,968	26,444,887	*650,942	55,385,064	3,990,815	19,819,380	2,954,270	*177,865
Compensation of officers.....	1,400,176	1,127,416	*2,059	2,800,168	209,990	1,556,402	259,565	*16,148
Salaries and wages.....	4,376,446	3,369,501	*14,849	19,049,785	1,092,845	13,428,604	948,216	*180,788
Repairs.....	255,057	156,710	*1,285	2,493,908	320,260	1,740,517	117,901	*15,581
Bad debts.....	57,250	173,973	*15,984	293,097	24,417	205,978	3,342	59
Rent paid on business property.....	2,242,386	634,896	*7,465	6,947,794	644,851	4,188,012	524,514	*40,047
Taxes paid.....	905,184	558,536	*2,512	5,834,896	210,928	2,648,490	264,086	*16,067
Interest paid.....	423,974	270,064	*2,035	1,460,663	279,601	769,356	130,696	*16,257
Amortization.....	68,766	68,256	*2,181	116,309	16,547	22,064	39,038	*7,187
Depreciation.....	515,094	749,866	*8,462	7,022,041	1,423,535	4,166,901	505,226	*43,657
Depletion.....	--	--	--	765	--	764	--	--
Advertising.....	610,209	1,561,997	*2,831	305,182	49,250	131,695	49,702	*4,523
Pension, profit-sharing, stock bonus, and annuity plans.....	88,113	117,455	35	355,605	57,120	158,591	53,268	55
Employee benefit programs.....	228,227	304,634	*785	1,961,982	159,939	1,434,395	60,272	674
Net loss, noncapital assets.....	54,692	*10,433	--	26,139	1,782	22,170	*886	97
Other deductions.....	3,976,356	4,865,494	*43,297	25,811,420	2,562,304	17,836,504	1,223,622	*170,287
Total receipts less total deductions <sup>2</sup> .....	959,132	1,773,569	*99,388	2,156,133	-185,146	968,140	194,877	*141,644
Net income (less deficit) from a trade or business <sup>2</sup> .....	958,576	1,761,610	*99,388	2,148,268	-186,027	966,170	194,851	*141,644
Net income.....	1,853,861	2,532,210	*5,750	4,986,041	886,972	2,178,242	274,235	*144,054
Deficit.....	895,285	770,600	*105,138	2,837,773	1,072,999	1,212,072	79,384	*2,409
Portfolio income (less deficit) distributed to shareholders.....	180,559	243,853	--	598,609	205,730	238,300	4,172	*8,338
Dividend income.....	2,651	5,454	--	21,944	2,466	13,652	1,212	36
Interest income.....	51,943	38,488	--	187,528	58,686	70,706	5,312	*6,178
Royalty income.....	*6,039	3,797	--	548	412	126	--	--
Net short-term capital gain (less loss).....	355	2,688	--	303	14	-1,150	*109	--
Net long-term capital gain (less loss).....	119,369	193,427	--	388,296	144,165	154,946	*2,461	2,123
Other portfolio income (net).....	203	--	--	-9	-14	20	--	--
Real estate rental net income (less deficit).....	9,957	5,010	--	99,822	10,386	12,114	1,044	67
Net income.....	10,694	8,597	--	107,253	10,705	13,764	1,046	67
Deficit.....	*737	*3,587	--	7,431	319	1,649	1	--
Net income (less deficit) from other rental activity.....	2,262	298	--	-7,530	11,255	-25,938	-62	27
Net income.....	2,328	394	--	68,275	35,705	22,645	1,042	27
Deficit.....	66	97	--	75,805	24,450	*48,583	1,104	--
Total net income (less deficit).....	1,151,354	2,010,771	*99,388	2,839,169	41,344	1,190,647	200,005	*150,076
Net income.....	1,944,076	2,721,854	*5,750	5,535,273	1,094,044	2,398,570	278,938	*150,231
Deficit.....	792,722	711,083	*105,138	2,696,104	1,052,700	1,207,923	78,933	155

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Transportation and warehousing--continued		Information					
	Other transportation and support activities	Warehousing and storage	Total	Publishing industries (except Internet)	Motion picture and sound recording industries	Broadcasting (except Internet)	Internet publishing and broadcasting	Telecommunications
	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)
Number of returns.....	22,357	3,563	66,683	17,282	20,261	4,772	2,034	9,397
Number of shareholders.....	39,911	10,202	116,054	32,939	27,670	8,158	2,938	20,749
Total receipts <sup>2</sup> .....	36,998,693	6,904,836	55,363,314	26,475,288	10,130,822	4,328,518	201,803	10,160,035
Business receipts.....	36,811,619	6,667,850	53,517,018	25,838,091	9,801,046	4,055,254	*203,884	9,635,819
Interest on Government obligations:								
State and local <sup>2</sup> .....	945	4,042	42,224	18,531	4,828	17,129	9	1,199
Net gain, noncapital assets.....	64,685	9,025	181,673	6,293	900	97,004	1	75,616
Other receipts.....	121,443	223,919	1,622,399	612,374	324,047	159,131	*-2,092	447,401
Total deductions.....	36,099,246	6,767,666	51,756,845	24,679,263	8,791,814	4,173,458	173,258	10,051,913
Cost of goods sold.....	25,081,599	3,361,136	18,741,541	9,102,034	2,985,512	586,453	*36,790	4,669,794
Compensation of officers.....	633,672	124,390	3,430,042	1,151,215	1,243,513	200,281	*9,672	540,537
Salaries and wages.....	2,397,534	1,001,797	9,786,742	5,499,586	921,755	1,171,527	*25,608	1,413,628
Repairs.....	192,018	107,631	416,515	216,096	62,219	48,889	*2,195	70,116
Bad debts.....	51,911	7,389	343,537	94,747	59,912	35,281	--	152,417
Rent paid on business property.....	939,813	610,558	2,100,367	890,497	408,162	85,314	*6,840	563,397
Taxes paid.....	2,508,111	187,214	1,401,291	731,711	183,481	171,417	3,684	176,615
Interest paid.....	157,640	107,112	808,244	250,824	68,152	334,867	*5,187	107,898
Amortization.....	25,439	6,034	555,579	196,954	131,028	190,107	*2,640	25,993
Depreciation.....	569,245	313,477	2,076,495	618,492	447,601	283,768	*1,798	582,189
Depletion.....	2	--	47	47	--	--	--	--
Advertising.....	62,961	7,051	810,931	390,999	77,044	93,173	*2,239	139,889
Pension, profit-sharing, stock bonus, and annuity plans.....	53,587	32,985	464,871	253,733	114,406	17,693	91	63,252
Employee benefit programs.....	206,346	100,355	790,290	571,315	64,647	49,973	*4,073	54,211
Net loss, noncapital assets.....	1,198	5	38,523	7,377	*15,083	13,402	375	257
Other deductions.....	3,218,169	800,533	9,991,829	4,703,638	2,009,299	891,314	*72,067	1,491,720
Total receipts less total deductions <sup>2</sup> .....	899,447	137,170	3,606,469	1,796,025	1,339,008	155,060	28,545	108,122
Net income (less deficit) from a trade or business <sup>2</sup> .....	898,502	133,128	3,564,245	1,777,494	1,334,180	137,930	28,536	106,923
Net income.....	1,149,978	352,560	6,036,137	2,415,357	1,676,112	606,521	*45,774	753,580
Deficit.....	251,477	219,431	2,471,892	637,863	341,932	468,590	*17,237	646,658
Portfolio income (less deficit) distributed to shareholders.....	46,811	95,258	1,444,786	837,119	56,650	100,661	*5,608	436,455
Dividend income.....	3,001	1,576	636,580	508,089	3,337	6,070	111	118,302
Interest income.....	17,268	29,378	279,424	136,067	23,883	36,202	*2,438	72,543
Royalty income.....	--	10	13,314	3,078	3,678	2,067	--	335
Net short-term capital gain (less loss).....	4,190	-2,861	189,806	2,245	16,854	13,748	-1,062	158,176
Net long-term capital gain (less loss).....	22,352	67,171	316,718	187,550	8,905	33,699	4,120	87,115
Other portfolio income (net).....	--	-16	8,944	91	-7	8,875	--	-15
Real estate rental net income (less deficit).....	16,928	59,282	70,309	27,992	2,927	10,247	--	1,498
Net income.....	18,561	63,110	71,758	28,895	2,931	10,282	--	1,827
Deficit.....	*1,633	*3,828	1,449	903	4	35	--	330
Net income (less deficit) from other rental activity.....	3,439	*3,749	4,224	-159	*248	3,005	--	1,072
Net income.....	5,107	*3,749	6,390	1,833	*269	3,150	--	1,080
Deficit.....	1,668	--	2,166	1,992	21	145	--	8
Total net income (less deficit).....	965,680	291,418	5,083,564	2,642,446	1,394,005	251,844	34,144	545,947
Net income.....	1,201,693	411,798	7,282,551	3,197,455	1,733,527	697,902	*46,761	1,034,615
Deficit.....	236,014	120,380	2,198,987	555,008	339,521	446,058	*12,617	488,667

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Information--continued		Finance and insurance					
	Internet service providers, web search portals, and data processing services	Other information services	Total	Depository credit inter-mediation	Non-depository credit inter-mediation	Securities, commodity contracts, and other financial investments and related activities	Insurance carriers and related activities	Other financial vehicles and investment companies
	(65)	(66)	(67)	(68)	(69)	(70)	(71)	(72)
Number of returns.....	7,395	5,543	135,308	1,326	32,944	29,560	63,809	7,671
Number of shareholders.....	15,907	7,693	222,606	10,862	56,313	47,872	93,622	13,936
Total receipts <sup>2</sup> .....	2,184,655	1,882,193	99,720,676	4,805,929	32,758,717	24,516,344	36,852,795	786,891
Business receipts.....	2,115,646	1,867,278	89,248,546	1,751,905	28,049,935	22,584,698	36,341,661	520,346
Interest on Government obligations:								
State and local <sup>2</sup> .....	284	243	169,921	75,340	18,064	56,119	3,852	16,546
Net gain, noncapital assets.....	519	*1,339	962,862	212,699	706,155	30,527	13,120	361
Other receipts.....	68,206	13,332	9,339,348	2,765,984	3,984,563	1,845,000	494,162	249,638
Total deductions.....	2,098,568	1,788,572	85,320,493	3,490,328	27,667,841	22,236,056	31,207,537	718,731
Cost of goods sold.....	731,325	629,634	7,924,035	--	1,717,411	1,215,821	4,972,457	18,346
Compensation of officers.....	168,743	116,081	10,683,762	279,325	1,631,450	3,928,137	4,624,551	220,299
Salaries and wages.....	390,797	363,841	28,952,382	712,515	10,204,268	7,490,743	10,461,456	83,399
Repairs.....	9,426	7,574	542,786	48,146	192,857	82,174	218,108	1,502
Bad debts.....	839	343	1,146,704	130,386	913,727	24,760	58,630	19,202
Rent paid on business property.....	81,388	64,769	3,930,954	52,252	1,318,567	1,156,428	1,385,000	18,707
Taxes paid.....	69,719	64,663	2,722,478	105,273	971,107	659,314	959,605	27,178
Interest paid.....	19,473	21,843	3,284,222	1,169,098	1,321,357	496,125	273,911	23,732
Amortization.....	6,948	1,910	389,055	37,153	61,660	58,366	229,976	1,899
Depreciation.....	62,535	80,112	1,480,608	119,485	445,836	396,368	500,340	18,579
Depletion.....	--	--	70	35	--	35	--	--
Advertising.....	34,575	73,012	1,433,618	45,013	765,330	225,455	396,236	1,584
Pension, profit-sharing, stock bonus, and annuity plans.....	6,129	9,569	1,029,066	34,749	133,249	317,653	514,622	28,794
Employee benefit programs.....	15,994	30,077	1,344,074	98,992	340,776	352,673	541,531	10,102
Net loss, noncapital assets.....	*1,915	113	152,505	2,535	135,304	9,824	3,969	873
Other deductions.....	498,762	325,030	20,304,172	655,371	7,514,942	5,822,178	6,067,146	244,535
Total receipts less total deductions <sup>2</sup> .....	86,087	93,621	14,400,184	1,315,601	5,090,876	2,280,289	5,645,258	68,160
Net income (less deficit) from a trade or business <sup>2</sup> .....	85,803	93,378	14,230,262	1,240,261	5,072,811	2,224,170	5,641,406	51,614
Net income.....	237,428	301,365	17,431,601	1,270,962	5,648,910	4,174,248	6,032,977	304,504
Deficit.....	151,625	207,987	3,201,339	30,701	576,099	1,950,078	391,571	252,890
Portfolio income (less deficit) distributed to shareholders.....	-341	8,633	4,429,157	30,252	321,111	3,020,351	400,265	657,178
Dividend income.....	104	567	467,419	5,687	6,049	323,869	29,508	102,306
Interest income.....	3,423	4,868	943,109	15,427	201,964	440,700	160,090	124,927
Royalty income.....	--	4,156	7,362	179	15	6,913	26	*230
Net short-term capital gain (less loss).....	-279	124	625,532	-125	38,314	558,181	3,112	26,051
Net long-term capital gain (less loss).....	-3,590	-1,081	2,231,629	9,066	74,428	1,537,157	207,529	403,450
Other portfolio income (net).....	--	--	154,105	18	*340	153,531	--	215
Real estate rental net income (less deficit).....	27,460	185	29,752	4,632	-5,741	35,223	-3,632	-730
Net income.....	27,608	216	64,526	5,202	6,158	48,871	2,132	2,164
Deficit.....	148	30	34,774	570	11,899	13,647	5,764	2,894
Net income (less deficit) from other rental activity.....	--	58	19,307	1,134	2,984	14,222	932	35
Net income.....	--	58	37,271	1,138	3,373	31,150	1,439	*170
Deficit.....	--	--	17,964	3	389	16,928	508	135
Total net income (less deficit).....	112,922	102,255	18,708,478	1,276,279	5,391,165	5,293,967	6,038,971	708,097
Net income.....	263,319	308,973	21,094,867	1,304,025	5,918,060	6,637,035	6,351,758	883,989
Deficit.....	150,398	206,718	2,386,389	27,747	526,895	1,343,069	312,787	175,892

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Real estate and rental and leasing				Professional, scientific, and technical services	Management of companies (holding companies)
	Total	Real estate	Rental and leasing services	Lessors of nonfinancial intangible assets (except copy-righted works)		
	(73)	(74)	(75)	(76)	(77)	(78)
Number of returns.....	372,205	339,648	31,786	771	512,862	22,430
Number of shareholders.....	773,803	717,435	55,134	1,234	754,832	98,462
Total receipts <sup>2</sup> .....	88,399,807	69,885,998	18,352,112	161,696	283,874,647	16,419,782
Business receipts.....	84,276,834	66,726,285	17,482,173	*68,376	279,293,759	6,237,598
Interest on Government obligations:						
State and local <sup>2</sup> .....	66,102	56,688	9,018	397	17,230	542,739
Net gain, noncapital assets.....	880,581	362,944	517,637	—	165,805	243,681
Other receipts.....	3,176,288	2,740,081	343,285	92,923	4,397,852	9,395,765
Total deductions.....	82,499,752	63,674,918	18,746,671	78,163	260,261,031	11,689,546
Cost of goods sold.....	19,175,181	13,970,892	5,197,804	*6,485	78,077,458	*19,177
Compensation of officers.....	6,466,557	5,799,674	661,760	5,123	30,599,723	1,076,447
Salaries and wages.....	20,720,352	18,078,100	2,633,331	8,921	57,554,278	2,065,371
Repairs.....	1,197,295	726,504	469,971	819	1,367,852	194,014
Bad debts.....	218,085	131,941	85,179	965	686,430	662,683
Rent paid on business property.....	5,842,594	3,987,559	1,854,265	*771	9,553,338	172,479
Taxes paid.....	2,319,732	1,735,891	581,197	2,644	8,235,527	464,118
Interest paid.....	1,921,131	1,313,053	604,101	3,977	1,315,751	3,414,137
Amortization.....	146,025	99,122	29,186	17,716	372,620	131,504
Depreciation.....	5,152,714	1,421,397	3,727,903	3,415	3,640,114	500,079
Depletion.....	*1,340	*1,340	—	—	36	*546
Advertising.....	1,776,800	1,498,683	276,869	1,248	2,626,298	159,937
Pension, profit-sharing, stock bonus, and annuity plans.....	930,214	879,683	50,171	360	3,333,536	139,306
Employee benefit programs.....	906,561	713,545	192,586	431	3,749,762	313,069
Net loss, noncapital assets.....	42,135	14,725	27,409	1	24,143	15,329
Other deductions.....	15,683,034	13,302,810	2,354,939	25,286	59,124,166	2,361,352
Total receipts less total deductions <sup>2</sup> .....	5,900,054	6,211,080	394,559	83,533	23,613,615	4,730,236
Net income (less deficit) from a trade or business <sup>2</sup> .....	5,833,952	6,154,392	-403,576	83,136	23,596,385	4,187,497
Net income.....	10,671,762	9,561,415	1,026,606	83,741	29,398,297	5,575,381
Deficit.....	4,837,811	3,407,023	1,430,183	*605	5,801,912	1,387,883
Portfolio income (less deficit) distributed to shareholders.....	4,494,563	3,929,108	533,533	31,922	2,952,148	1,864,592
Dividend income.....	189,680	181,741	7,909	30	65,063	361,626
Interest income.....	1,433,633	1,255,921	172,903	4,809	584,851	608,519
Royalty income.....	61,333	47,159	*1,900	12,275	16,896	50,664
Net short-term capital gain (less loss).....	175,778	172,716	2,984	78	79,455	247,156
Net long-term capital gain (less loss).....	2,625,801	2,263,281	347,790	14,731	2,194,787	433,546
Other portfolio income (net).....	8,337	8,290	*47	—	11,097	163,080
Real estate rental net income (less deficit).....	5,095,567	5,151,460	-55,913	20	135,694	17,585
Net income.....	7,268,377	7,223,009	45,348	20	168,978	66,075
Deficit.....	2,172,810	2,071,549	101,261	—	33,284	48,490
Net income (less deficit) from other rental activity.....	195,073	42,678	151,251	1,144	-37,352	-4,454
Net income.....	543,426	94,831	447,451	1,144	53,554	19,975
Deficit.....	348,353	52,153	296,200	—	90,906	24,430
Total net income (less deficit).....	15,619,156	15,277,639	225,295	116,222	26,646,874	6,065,220
Net income.....	21,531,571	19,556,112	1,858,707	116,752	32,224,685	8,314,290
Deficit.....	5,912,415	4,278,473	1,633,412	*529	5,577,811	2,249,070

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Administrative and support and waste management and remediation services			Educational services	Health care and social assistance			
	Total	Administrative and support services	Waste management and remediation services		Total	Offices of health practitioners and outpatient care centers	Miscellaneous health care and social assistance	Hospitals, nursing, and residential care facilities
	(79)	(80)	(81)	(82)	(83)	(84)	(85)	(86)
Number of returns.....	167,901	159,938	7,963	27,480	207,560	161,945	32,803	12,813
Number of shareholders.....	255,407	240,167	15,240	38,686	298,005	214,632	55,452	27,921
Total receipts <sup>2</sup> .....	146,046,787	133,840,349	12,206,438	12,226,122	151,736,550	108,470,344	22,016,464	21,249,741
Business receipts.....	144,290,643	132,278,416	12,012,226	12,147,374	149,481,463	106,873,119	21,612,511	20,995,833
Interest on Government obligations:								
State and local <sup>2</sup> .....	25,336	22,786	2,551	844	4,607	3,192	446	969
Net gain, noncapital assets.....	216,078	123,829	92,249	10,679	118,999	83,882	28,353	6,764
Other receipts.....	1,514,730	1,415,318	99,412	67,226	2,131,480	1,510,152	375,153	246,175
Total deductions.....	139,217,043	127,941,562	11,275,481	11,465,590	136,877,175	95,381,235	20,607,117	20,888,822
Cost of goods sold.....	71,379,731	66,806,514	4,573,217	2,263,704	13,738,870	9,274,439	3,169,989	1,294,441
Compensation of officers.....	6,132,155	5,687,665	444,489	851,254	19,937,781	18,164,337	1,366,354	407,091
Salaries and wages.....	24,984,763	23,341,126	1,643,637	3,608,460	37,810,089	22,863,395	6,401,405	8,545,289
Repairs.....	1,103,417	803,775	299,642	142,063	1,307,001	778,406	301,324	227,272
Bad debts.....	248,277	224,682	23,596	28,685	281,038	84,279	91,058	105,701
Rent paid on business property.....	3,269,796	2,820,759	449,036	721,195	8,477,012	5,227,916	1,549,799	1,699,297
Taxes paid.....	5,110,523	4,686,254	424,268	464,232	5,505,213	3,360,475	846,641	1,298,097
Interest paid.....	938,264	745,281	192,984	69,391	1,257,424	575,300	228,969	453,154
Amortization.....	177,448	131,803	45,645	27,751	255,113	160,038	54,689	40,386
Depreciation.....	2,947,829	2,233,677	714,151	253,877	2,524,654	1,574,437	502,350	447,867
Depletion.....	288	--	288	--	--	--	--	--
Advertising.....	1,210,088	1,125,363	84,725	301,328	1,337,730	1,093,647	156,811	87,272
Pension, profit-sharing, stock bonus, and annuity plans.....	407,938	356,522	51,416	75,303	2,613,633	2,418,072	124,589	70,972
Employee benefit programs.....	2,463,788	2,194,331	269,457	273,138	2,065,362	1,194,587	216,610	654,165
Net loss, noncapital assets.....	12,207	11,575	632	10,413	17,016	14,187	561	2,269
Other deductions.....	18,830,532	16,772,235	2,058,297	2,374,796	39,749,238	28,597,720	5,595,969	5,555,549
Total receipts less total deductions <sup>2</sup> .....	6,829,744	5,898,788	930,956	760,533	14,859,375	13,089,109	1,409,346	360,919
Net income (less deficit) from a trade or business <sup>2</sup> .....	6,804,408	5,876,002	928,406	759,689	14,854,768	13,085,918	1,408,900	359,950
Net income.....	8,647,581	7,548,452	1,099,129	1,143,111	17,122,280	14,377,203	1,907,746	837,331
Deficit.....	1,843,173	1,672,450	170,723	383,422	2,267,512	1,291,285	498,846	477,381
Portfolio income (less deficit) distributed to shareholders.....	1,076,175	999,017	77,158	148,810	282,919	143,048	57,801	82,069
Dividend income.....	14,636	13,548	1,088	3,088	11,529	7,018	303	4,208
Interest income.....	238,516	219,926	18,590	17,636	119,412	46,859	43,395	29,158
Royalty income.....	5,753	5,753	--	3,249	4	--	--	4
Net short-term capital gain (less loss).....	1,455	1,319	136	714	9,269	7,897	-854	2,226
Net long-term capital gain (less loss).....	815,812	758,467	57,345	124,123	142,706	81,270	14,957	46,479
Other portfolio income (net).....	3	4	-1	--	-1	4	--	-5
Real estate rental net income (less deficit).....	40,175	35,281	4,894	4,669	51,891	10,601	-7,576	48,866
Net income.....	48,282	43,266	5,016	*4,770	68,388	11,041	3,254	54,093
Deficit.....	8,107	7,986	122	101	16,496	*440	*10,830	5,226
Net income (less deficit) from other rental activity.....	5,002	-837	*5,839	28	53,413	*20,397	*27,781	5,234
Net income.....	10,389	4,550	*5,839	28	53,528	*20,508	*27,781	5,239
Deficit.....	*5,387	*5,387	--	--	115	111	--	4
Total net income (less deficit).....	7,925,759	6,909,462	1,016,297	913,197	15,242,990	13,259,964	1,486,906	496,120
Net income.....	9,621,406	8,448,017	1,173,389	1,283,279	17,447,992	14,543,128	1,956,370	948,493
Deficit.....	1,695,647	1,538,555	157,092	370,082	2,205,002	1,283,164	469,465	452,373

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Arts, entertainment, and recreation			Accommodation and food services		
	Total	Other arts, entertainment, and recreation	Amusement, gambling, and recreation industries	Total	Accommodation	Food services and drinking places
	(87)	(88)	(89)	(90)	(91)	(92)
Number of returns.....	73,598	39,330	34,268	187,737	26,035	161,702
Number of shareholders.....	125,733	59,208	66,524	384,059	83,701	300,358
Total receipts <sup>2</sup> .....	35,010,501	16,435,720	18,574,782	148,518,935	17,176,429	131,342,506
Business receipts.....	33,287,246	15,646,595	17,640,651	146,280,899	16,689,190	129,591,708
Interest on Government obligations:						
State and local <sup>2</sup> .....	5,028	2,205	2,823	12,358	1,563	10,796
Net gain, noncapital assets.....	152,902	31,333	121,569	175,750	28,168	147,583
Other receipts.....	1,565,325	755,587	809,739	2,049,928	457,508	1,592,420
Total deductions.....	33,037,980	15,302,179	17,735,801	145,417,127	17,486,814	127,930,312
Cost of goods sold.....	6,243,719	1,845,615	4,398,104	56,404,448	3,062,890	53,341,558
Compensation of officers.....	4,496,079	3,727,638	768,441	4,426,346	436,360	3,989,986
Salaries and wages.....	6,292,120	2,984,921	3,307,199	26,989,241	3,085,456	23,903,785
Repairs.....	604,831	101,143	503,688	2,749,792	604,036	2,145,756
Bad debts.....	38,606	19,574	19,032	190,889	53,500	137,389
Rent paid on business property.....	1,795,510	397,565	1,397,945	10,320,133	926,187	9,393,946
Taxes paid.....	1,445,675	377,455	1,068,219	6,685,641	1,347,575	5,338,066
Interest paid.....	675,513	156,712	518,801	2,626,691	1,295,456	1,331,235
Amortization.....	298,037	219,774	78,263	611,967	135,358	476,608
Depreciation.....	1,895,654	567,725	1,327,929	4,822,896	1,461,861	3,361,035
Depletion.....	--	--	--	*2,698	--	*2,698
Advertising.....	657,670	185,399	472,271	4,025,315	414,023	3,611,292
Pension, profit-sharing, stock bonus, and annuity plans.....	364,600	302,814	61,786	132,856	36,420	96,436
Employee benefit programs.....	295,762	85,484	210,279	1,255,237	258,050	997,186
Net loss, noncapital assets.....	3,067	2,665	402	83,786	10,869	72,917
Other deductions.....	7,931,138	4,327,695	3,603,442	24,089,193	4,358,772	19,730,420
Total receipts less total deductions <sup>2</sup> .....	1,972,521	1,133,541	838,980	3,101,808	310,386	3,412,194
Net income (less deficit) from a trade or business <sup>2</sup> .....	1,967,493	1,131,335	836,158	3,089,450	-311,948	3,401,398
Net income.....	4,000,385	2,214,600	1,785,784	7,118,737	976,344	6,142,394
Deficit.....	2,032,892	1,083,265	949,627	4,029,287	1,288,292	2,740,995
Portfolio income (less deficit) distributed to shareholders.....	556,705	380,717	175,988	786,432	268,025	518,406
Dividend income.....	11,188	5,371	5,817	10,699	4,482	6,217
Interest income.....	122,551	70,980	51,571	317,771	144,046	173,725
Royalty income.....	133,329	131,724	1,605	12,462	--	12,462
Net short-term capital gain (less loss).....	12,232	391	11,841	-5,328	2,431	-7,759
Net long-term capital gain (less loss).....	256,371	151,484	104,887	450,769	116,985	333,783
Other portfolio income (net).....	21,034	20,767	*266	58	81	-23
Real estate rental net income (less deficit).....	70,239	31,774	38,465	58,838	17,764	41,074
Net income.....	78,658	33,974	44,684	110,047	59,946	50,101
Deficit.....	8,419	2,200	6,219	51,209	42,182	9,027
Net income (less deficit) from other rental activity.....	113,969	3,274	110,695	50,900	597	50,303
Net income.....	115,092	*3,773	111,319	51,034	619	50,416
Deficit.....	*1,123	*499	624	*135	*22	113
Total net income (less deficit).....	2,708,406	1,547,101	1,161,305	3,985,619	25,562	4,011,181
Net income.....	4,482,043	2,527,158	1,954,885	7,789,487	1,166,032	6,623,455
Deficit.....	1,773,637	980,058	793,579	3,803,868	1,191,594	2,612,274

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 1.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures and estimates based on samples--money amounts are in thousands of dollars]

Item	Other services			
	Total	Repair and maintenance	Personal and laundry services	Religious, grantmaking, civic, professional, and similar organizations
	(93)	(94)	(95)	(96)
Number of returns.....	195,716	102,338	92,556	*821
Number of shareholders.....	313,863	152,303	160,713	*847
Total receipts <sup>2</sup> .....	85,687,755	51,089,156	34,588,709	*9,890
Business receipts.....	84,814,947	50,836,744	33,968,934	9,269
Interest on Government obligations:				
State and local <sup>2</sup> .....	12,154	163	11,964	27
Net gain, noncapital assets.....	218,496	88,505	129,991	--
Other receipts.....	642,158	163,744	477,820	*595
Total deductions.....	82,905,726	49,305,084	33,594,513	*6,129
Cost of goods sold.....	33,204,511	24,539,430	8,663,328	1,753
Compensation of officers.....	5,218,252	3,175,305	2,042,528	420
Salaries and wages.....	14,291,091	6,588,377	7,701,596	1,117
Repairs.....	953,288	450,251	503,022	15
Bad debts.....	219,550	68,026	151,513	11
Rent paid on business property.....	5,787,184	2,530,887	3,256,057	240
Taxes paid.....	3,011,727	1,701,518	1,310,009	*199
Interest paid.....	967,391	503,686	463,704	--
Amortization.....	274,026	109,232	164,750	*44
Depreciation.....	2,538,951	1,113,441	1,425,476	34
Depletion.....	--	--	--	--
Advertising.....	1,612,669	789,309	823,221	139
Pension, profit-sharing, stock bonus, and annuity plans.....	152,171	62,521	89,634	16
Employee benefit programs.....	1,120,247	718,272	401,840	136
Net loss, noncapital assets.....	14,835	7,179	7,656	--
Other deductions.....	13,539,833	6,947,650	6,590,178	*2,005
Total receipts less total deductions <sup>2</sup> .....	2,782,029	1,784,072	994,196	*3,761
Net income (less deficit) from a trade or business <sup>2</sup> .....	2,769,875	1,783,909	982,232	*3,734
Net income.....	5,009,695	2,745,620	2,260,311	*3,764
Deficit.....	2,239,820	961,711	1,278,078	*30
Portfolio income (less deficit) distributed to shareholders.....	152,667	66,674	85,972	21
Dividend income.....	14,297	2,412	11,884	--
Interest income.....	94,631	39,600	55,011	21
Royalty income.....	--	--	--	--
Net short-term capital gain (less loss).....	6,508	*6,345	164	--
Net long-term capital gain (less loss).....	37,236	18,317	18,919	--
Other portfolio income (net).....	-6	--	-6	--
Real estate rental net income (less deficit).....	32,949	8,987	23,962	--
Net income.....	40,564	8,988	31,576	--
Deficit.....	*7,615	1	*7,614	--
Net income (less deficit) from other rental activity.....	*7,578	*7,392	186	--
Net income.....	*7,592	*7,406	186	--
Deficit.....	*14	*14	--	--
Total net income (less deficit).....	2,963,070	1,866,963	1,092,353	*3,755
Net income.....	5,154,342	2,802,479	2,348,077	*3,785
Deficit.....	2,191,271	935,517	1,255,725	*30

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

<sup>1</sup> Includes returns not allocable by industrial group, which are not shown separately.

<sup>2</sup> Includes interest on Government obligations: State and local, which is not reflected in net income (less deficit) from a trade or business.

NOTE: Detail may not add to totals because of rounding.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	All industries <sup>1</sup>	Agriculture, forestry, fishing, and hunting				Mining	Utilities	Construction
		Total	Agriculture production	Forestry and logging	Support activities and fishing, hunting and trapping			Total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Number of returns.....	2,096,270	44,203	27,033	4,560	12,610	10,291	1,925	295,871
Number of shareholders.....	3,655,463	100,786	63,915	6,500	30,371	21,031	3,531	475,717
Total receipts <sup>2</sup> .....	3,382,113,234	40,822,874	25,604,879	4,335,861	10,882,134	18,753,363	4,655,874	496,417,936
Business receipts.....	3,311,278,014	37,711,751	23,134,037	4,213,951	10,363,763	17,221,840	4,571,056	491,250,624
Interest on Government obligations:								
State and local <sup>2</sup> .....	1,091,478	14,167	10,823	192	*3,152	16,116	182	53,322
Net gain, noncapital assets.....	5,574,210	185,102	110,890	32,221	41,991	178,412	13,788	378,438
Other receipts.....	64,169,532	2,911,854	2,349,129	89,497	473,228	1,336,995	70,848	4,735,552
Total deductions.....	3,148,314,847	37,673,071	23,660,983	4,083,960	9,928,128	14,066,449	4,321,388	465,118,556
Cost of goods sold.....	2,061,700,904	19,697,941	11,103,604	2,641,664	5,952,674	6,812,159	3,697,342	359,569,193
Compensation of officers.....	129,215,702	1,138,282	543,437	158,663	436,183	362,104	17,251	15,444,705
Salaries and wages.....	337,306,806	2,956,521	1,957,542	278,571	720,408	1,006,416	119,056	25,968,585
Repairs.....	18,922,213	846,036	558,723	99,442	187,871	249,398	9,865	1,966,828
Bad debts.....	5,434,397	24,376	15,755	4,112	4,509	15,923	7,288	447,101
Rent paid on business property.....	80,455,029	1,534,855	1,291,046	47,353	196,457	364,121	55,132	7,248,834
Taxes paid.....	67,538,850	737,450	481,966	69,279	186,205	573,961	40,931	7,861,642
Interest paid.....	24,730,876	501,876	369,839	62,001	70,036	290,512	28,243	2,448,917
Amortization.....	3,850,718	27,733	11,726	665	15,342	17,597	8,528	139,675
Depreciation.....	51,749,712	1,711,033	1,054,211	348,241	308,581	988,175	52,601	6,871,628
Depletion.....	300,341	*3,948	*3,939	6	3	182,333	--	21,795
Advertising.....	31,365,880	134,653	81,384	3,753	49,516	15,069	2,614	1,527,204
Pension, profit-sharing, stock bonus, and annuity plans.....	14,488,179	123,875	70,517	20,104	33,253	84,530	3,884	1,816,356
Employee benefit programs.....	29,204,092	342,342	252,454	30,853	59,035	219,749	7,667	4,335,045
Net loss, noncapital assets.....	394,720	2,568	*872	1	*1,695	1,688	--	23,447
Other deductions.....	291,656,430	7,889,581	5,863,970	319,252	1,706,359	2,882,714	270,986	29,427,601
Total receipts less total deductions <sup>2</sup> .....	233,798,387	3,149,803	1,943,896	251,901	954,006	4,686,914	334,486	31,299,380
Net income (less deficit) from a trade or business <sup>2</sup> .....	232,706,909	3,135,636	1,933,072	251,709	950,854	4,670,798	334,304	31,246,058
Net income.....	236,437,383	3,219,734	2,005,709	259,848	954,177	4,705,363	334,661	31,520,822
Deficit.....	3,730,474	84,099	72,637	8,139	*3,322	34,565	357	274,764
Portfolio income (less deficit) distributed to shareholders.....	34,228,579	457,434	417,165	5,694	34,575	808,743	22,292	2,282,839
Dividend income.....	2,159,855	18,812	9,359	6,811	2,643	73,804	581	61,487
Interest income.....	6,945,183	108,547	74,949	7,923	25,676	138,166	7,499	663,704
Royalty income.....	699,670	71,347	67,647	1,066	*2,634	105,270	12	4,106
Net short-term capital gain (less loss).....	1,673,245	8,053	5,286	439	*2,328	33,222	1,144	76,945
Net long-term capital gain (less loss).....	22,362,042	250,038	259,294	-10,545	1,290	457,363	13,057	1,465,263
Other portfolio income (net).....	388,584	636	631	--	5	918	--	11,334
Real estate rental net income (less deficit).....	8,687,573	148,594	140,299	-1,608	9,903	9,153	-45	292,141
Net income.....	9,100,029	152,826	142,358	412	10,057	13,843	10	350,088
Deficit.....	412,456	4,232	2,059	2,019	154	4,690	55	57,947
Net income (less deficit) from other rental activity.....	908,477	31,794	31,257	111	426	13,154	688	72,454
Net income.....	1,021,155	31,908	31,371	111	426	19,447	688	81,090
Deficit.....	112,678	114	114	--	--	6,293	--	8,637
Total net income.....	276,531,538	3,773,457	2,521,792	255,906	995,759	5,501,848	357,240	33,893,492

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Construction--continued			Manufacturing				
	Construction of buildings	Heavy and civil engineering construction	Specialty trade contractors	Total	Food manufacturing	Beverage and tobacco product manufacturing	Textile mills and textile product mills	Apparel manufacturing
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Number of returns.....	85,170	26,177	184,524	86,715	3,567	468	1,207	3,730
Number of shareholders.....	128,081	63,406	284,231	209,663	21,480	1,932	2,874	9,824
Total receipts <sup>2</sup> .....	209,896,472	78,398,553	208,122,912	396,044,437	46,866,368	6,236,060	7,318,679	20,239,791
Business receipts.....	207,552,085	76,545,132	207,153,407	392,287,385	46,414,355	6,137,698	7,244,170	20,047,807
Interest on Government obligations:								
State and local <sup>2</sup> .....	25,481	21,983	5,858	101,371	8,539	6,181	2,655	3,623
Net gain, noncapital assets.....	115,555	102,904	159,979	562,509	100,459	2,073	2,586	5,538
Other receipts.....	2,203,350	1,728,534	803,667	3,093,172	343,016	90,108	69,268	182,823
Total deductions.....	197,633,565	72,840,721	194,644,270	367,333,245	44,301,083	5,594,399	6,798,701	19,102,266
Cost of goods sold.....	171,591,843	53,714,418	134,262,931	258,197,431	34,074,377	3,432,471	5,093,442	13,314,858
Compensation of officers.....	4,096,143	2,211,708	9,136,855	10,797,326	608,004	132,840	207,748	577,223
Salaries and wages.....	6,500,299	3,353,981	16,114,305	30,007,235	2,471,425	567,966	444,405	1,988,373
Repairs.....	370,636	553,135	1,043,057	1,980,985	320,133	46,494	19,291	39,945
Bad debts.....	60,964	74,132	312,004	678,220	42,980	6,814	24,428	34,121
Rent paid on business property.....	1,284,282	1,783,060	4,181,491	6,977,738	537,198	58,188	97,429	455,170
Taxes paid.....	1,799,631	1,251,032	4,810,979	8,149,285	576,712	384,429	142,914	413,431
Interest paid.....	911,061	708,587	829,269	2,769,404	295,937	52,074	39,474	118,695
Amortization.....	59,761	27,837	52,078	457,110	66,681	18,374	6,034	11,574
Depreciation.....	1,179,511	2,109,402	3,582,715	11,079,892	1,332,886	262,125	166,028	181,653
Depletion.....	1,001	19,843	951	82,344	--	5,036	--	--
Advertising.....	536,509	146,589	844,106	4,076,504	685,256	144,555	55,555	259,379
Pension, profit-sharing, stock bonus, and annuity plans.....	496,057	471,906	848,393	1,957,651	151,065	39,687	23,763	56,226
Employee benefit programs.....	828,620	654,766	2,851,659	5,378,933	492,851	108,370	83,381	147,880
Net loss, noncapital assets.....	6,765	1,113	15,569	120,860	3,551	375	543	2,276
Other deductions.....	7,910,481	5,759,211	15,757,909	24,622,328	2,642,027	334,600	394,266	1,501,460
Total receipts less total deductions <sup>2</sup> .....	12,262,906	5,557,832	13,478,642	28,711,192	2,565,285	641,660	519,978	1,137,525
Net income (less deficit) from a trade or business <sup>2</sup> .....	12,237,425	5,535,849	13,472,784	28,609,822	2,556,746	635,480	517,323	1,133,901
Net income.....	12,274,919	5,739,431	13,506,472	28,901,176	2,561,255	638,172	522,359	1,152,225
Deficit.....	37,494	203,582	33,689	291,354	4,509	2,692	5,036	18,323
Portfolio income (less deficit) distributed to shareholders.....	903,083	1,088,265	291,492	3,203,722	215,854	23,257	26,874	163,110
Dividend income.....	25,057	18,227	18,203	303,216	18,264	6,456	1,787	9,371
Interest income.....	317,356	202,168	144,180	594,921	56,050	12,830	8,845	11,548
Royalty income.....	523	1,754	*1,830	77,958	1,418	--	1,592	16,146
Net short-term capital gain (less loss).....	28,336	33,400	15,209	77,270	1,467	2,270	-49	1,986
Net long-term capital gain (less loss).....	530,142	823,394	111,727	2,146,691	138,489	1,575	14,533	123,972
Other portfolio income (net).....	1,669	9,322	*343	3,666	166	126	165	87
Real estate rental net income (less deficit).....	82,373	196,107	13,661	137,058	7,247	7,333	1,565	7,578
Net income.....	111,377	221,886	16,825	147,732	9,696	7,427	1,663	7,684
Deficit.....	29,004	25,779	3,164	10,674	2,449	94	99	106
Net income (less deficit) from other rental activity.....	27,602	-1,263	46,114	20,016	-1,280	1,962	253	257
Net income.....	29,957	4,926	46,207	40,319	1,285	1,962	273	257
Deficit.....	2,355	6,188	94	20,303	2,565	--	20	--
Total net income.....	13,250,484	6,818,959	13,824,049	31,970,618	2,778,567	668,031	546,014	1,304,847

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued							
	Leather and allied product manufacturing	Wood product manufacturing	Paper manufacturing	Printing and related support activities	Petroleum and coal products manufacturing	Chemical manufacturing	Plastics and rubber products manufacturing	Nonmetallic mineral product manufacturing
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
Number of returns.....	668	5,662	1,485	10,525	484	3,012	2,577	3,656
Number of shareholders.....	1,330	10,961	2,598	18,899	690	10,584	8,483	8,005
Total receipts <sup>2</sup> .....	3,028,060	24,198,152	14,250,485	21,454,523	5,569,763	17,546,979	25,838,090	13,805,912
Business receipts.....	3,000,231	23,971,480	14,133,090	21,188,907	5,523,806	17,393,212	25,630,233	13,646,081
Interest on Government obligations:								
State and local <sup>2</sup> .....	*1,071	2,291	9,429	1,877	1,148	7,106	6,433	2,340
Net gain, noncapital assets.....	58	17,770	6,290	4,626	3,907	5,088	56,732	26,945
Other receipts.....	26,700	206,611	101,676	259,113	40,902	141,572	144,692	130,546
Total deductions.....	2,687,005	22,604,680	13,488,415	19,853,922	5,330,314	15,705,840	24,009,948	12,690,108
Cost of goods sold.....	1,704,194	17,185,725	9,687,983	11,922,985	4,266,955	9,927,688	17,355,722	7,978,046
Compensation of officers.....	87,509	533,236	401,329	817,871	74,770	554,023	638,178	417,941
Salaries and wages.....	290,563	1,541,422	986,365	2,255,801	270,619	1,613,169	1,780,099	1,157,121
Repairs.....	12,302	140,254	44,829	189,189	30,247	82,501	113,158	149,270
Bad debts.....	6,052	41,460	20,474	49,113	3,541	38,136	38,674	36,802
Rent paid on business property.....	46,379	278,636	365,487	715,459	46,178	256,947	384,706	353,628
Taxes paid.....	52,704	425,382	263,522	510,022	74,808	314,832	526,493	333,959
Interest paid.....	35,045	174,428	179,636	186,873	23,013	101,872	175,320	124,256
Amortization.....	683	21,016	8,941	45,325	1,816	23,409	26,630	10,803
Depreciation.....	40,414	604,838	434,694	929,880	145,411	402,444	919,443	666,990
Depletion.....	--	59,006	*3,088	--	4,398	--	--	10,272
Advertising.....	88,068	156,675	43,451	253,651	12,898	553,420	173,265	67,587
Pension, profit-sharing, stock bonus, and annuity plans.....	5,122	112,264	83,003	105,463	11,980	103,633	139,689	47,195
Employee benefit programs.....	29,285	259,814	258,751	233,510	25,464	205,855	410,527	196,100
Net loss, noncapital assets.....	781	829	95	447	134	7,158	1,267	107
Other deductions.....	287,902	1,069,694	706,767	1,638,333	338,081	1,520,752	1,326,778	1,140,032
Total receipts less total deductions <sup>2</sup> .....	341,055	1,593,472	762,070	1,600,601	239,449	1,841,139	1,828,142	1,115,804
Net income (less deficit) from a trade or business <sup>2</sup> .....	339,984	1,591,181	752,641	1,598,724	238,301	1,834,032	1,821,710	1,113,464
Net income.....	341,105	1,595,613	766,466	1,619,673	238,406	1,843,672	1,827,489	1,118,017
Deficit.....	1,120	4,432	*13,825	*20,949	105	9,640	5,779	4,552
Portfolio income (less deficit) distributed to shareholders.....	12,692	110,380	101,918	83,166	7,472	207,374	171,330	43,003
Dividend income.....	2,429	3,275	3,206	1,463	2,153	18,063	3,610	1,368
Interest income.....	3,686	32,706	10,511	45,547	4,204	24,405	27,082	17,662
Royalty income.....	--	3,116	57	200	24	16,660	2,613	1,332
Net short-term capital gain (less loss).....	*2,731	5,185	56,181	-4,854	482	334	929	137
Net long-term capital gain (less loss).....	3,846	66,051	31,955	40,809	609	146,380	137,011	22,436
Other portfolio income (net).....	--	46	9	--	--	*1,532	84	67
Real estate rental net income (less deficit).....	26	8,419	699	2,395	3,694	1,392	6,102	5,462
Net income.....	83	8,674	705	2,420	3,850	1,463	6,571	5,633
Deficit.....	57	256	5	25	156	71	469	171
Net income (less deficit) from other rental activity.....	-53	-1,469	310	*7,488	93	-1,553	264	1,467
Net income.....	--	1,075	310	*7,488	106	851	268	1,542
Deficit.....	53	2,545	--	--	13	2,404	4	75
Total net income.....	352,649	1,708,510	855,568	1,691,774	249,560	2,041,246	1,999,404	1,163,397

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued							
	Primary metal manufacturing	Fabricated metal product manufacturing	Machinery manufacturing	Computer and electronic product manufacturing	Electrical equipment, appliance, and component manufacturing	Transportation equipment manufacturing	Furniture and related product manufacturing	Miscellaneous manufacturing
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
Number of returns.....	2,527	17,083	7,720	2,650	1,793	3,188	3,872	10,844
Number of shareholders.....	7,089	35,709	19,389	10,036	4,890	5,872	7,220	21,799
Total receipts <sup>2</sup> .....	15,302,075	55,400,324	22,466,660	15,456,288	12,687,890	23,060,539	12,557,053	32,760,747
Business receipts.....	15,203,851	54,969,446	22,215,717	15,324,864	12,568,567	22,861,721	12,322,410	32,489,741
Interest on Government obligations:								
State and local <sup>2</sup> .....	1,487	13,009	9,623	4,037	2,471	12,927	1,112	4,013
Net gain, noncapital assets.....	15,487	146,333	27,454	7,740	12,139	12,466	6,130	102,687
Other receipts.....	81,251	271,535	213,866	119,648	104,712	173,425	227,401	164,307
Total deductions.....	14,555,441	51,463,556	20,659,211	13,972,705	11,634,120	21,399,228	11,553,148	29,929,156
Cost of goods sold.....	11,646,886	36,247,345	14,057,047	9,145,352	7,931,153	16,376,114	8,292,297	18,556,791
Compensation of officers.....	251,201	1,761,014	855,762	605,692	283,332	450,247	326,065	1,213,341
Salaries and wages.....	633,885	3,798,078	1,788,350	1,558,090	1,158,217	1,319,196	961,440	3,422,651
Repairs.....	110,633	242,766	67,543	68,646	39,483	61,306	75,300	127,696
Bad debts.....	22,029	98,669	45,290	25,171	19,520	18,348	25,324	81,274
Rent paid on business property.....	190,592	1,121,474	378,874	304,375	214,484	331,677	196,461	644,396
Taxes paid.....	252,376	1,289,220	505,925	362,499	251,115	425,821	269,245	773,877
Interest paid.....	90,204	398,056	151,572	76,301	100,753	138,296	70,099	237,498
Amortization.....	14,194	40,546	30,383	25,278	22,132	26,720	7,445	49,126
Depreciation.....	510,877	1,753,337	671,521	325,106	291,913	479,802	270,859	689,673
Depletion.....	--	311	--	--	27	--	*205	--
Advertising.....	18,492	292,410	163,760	158,236	208,639	142,972	115,812	482,423
Pension, profit-sharing, stock bonus, and annuity plans.....	53,643	344,857	139,843	98,500	127,315	87,829	36,660	189,914
Employee benefit programs.....	181,341	960,638	394,126	236,906	204,102	345,573	122,948	481,510
Net loss, noncapital assets.....	650	2,382	94,181	278	688	3,961	362	795
Other deductions.....	578,438	3,112,453	1,315,034	982,277	781,247	1,191,366	782,626	2,978,193
Total receipts less total deductions <sup>2</sup> .....	746,635	3,936,768	1,807,449	1,483,584	1,053,769	1,661,311	1,003,906	2,831,591
Net income (less deficit) from a trade or business <sup>2</sup> .....	745,148	3,923,758	1,797,826	1,479,547	1,051,298	1,648,384	1,002,794	2,827,579
Net income.....	745,725	3,969,322	1,859,151	1,490,868	1,098,552	1,678,287	1,002,849	2,831,968
Deficit.....	*577	45,564	61,325	11,321	47,254	29,903	56	4,390
Portfolio income (less deficit) distributed to shareholders.....	21,846	404,068	689,517	203,323	289,954	116,609	34,862	277,112
Dividend income.....	1,435	23,131	29,192	83,139	32,536	23,660	1,809	36,868
Interest income.....	21,550	110,208	48,112	26,818	29,793	61,935	7,159	34,269
Royalty income.....	84	3,217	2,571	3,712	11,241	4,247	3	9,726
Net short-term capital gain (less loss).....	150	6,780	-473	798	-1,314	1,462	-381	3,449
Net long-term capital gain (less loss).....	-1,647	259,992	610,058	88,695	217,696	25,164	26,287	192,778
Other portfolio income (net).....	275	740	58	161	3	141	-15	22
Real estate rental net income (less deficit).....	7,873	26,406	11,500	6,119	10,925	10,470	7,159	4,694
Net income.....	9,717	27,981	12,570	6,719	11,132	11,072	*7,192	5,480
Deficit.....	1,844	1,575	1,070	*600	207	602	34	786
Net income (less deficit) from other rental activity.....	445	10,036	5,159	76	-6,917	716	589	2,173
Net income.....	445	10,161	5,159	83	272	5,943	589	2,249
Deficit.....	--	126	--	7	7,189	5,226	--	76
Total net income.....	775,312	4,364,268	2,504,003	1,689,066	1,345,260	1,776,180	1,045,403	3,111,558

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade							
	Total	Wholesale trade				Retail trade		
		Total	Merchant wholesalers		Wholesale electronic markets and agents and brokers	Total	Motor vehicle dealers and parts dealers	Furniture and home furnishings stores
			Durable goods	Nondurable goods				
	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)
Number of returns.....	343,475	119,918	74,837	43,286	1,795	223,151	34,847	12,786
Number of shareholders.....	606,417	228,437	137,790	88,296	2,352	377,574	62,778	21,131
Total receipts <sup>2</sup> .....	1,462,621,795	641,991,958	294,691,576	346,859,254	441,127	820,393,844	413,281,634	26,172,380
Business receipts.....	1,444,106,025	634,885,491	291,729,364	342,845,172	310,955	808,984,541	405,540,430	25,954,827
Interest on Government obligations:								
State and local <sup>2</sup> .....	79,858	45,513	27,952	17,561	--	34,345	3,930	2,229
Net gain, noncapital assets.....	793,512	397,094	331,043	66,051	--	396,418	192,813	1,925
Other receipts.....	17,642,400	6,663,860	2,603,217	3,930,470	130,173	10,978,540	7,544,462	213,399
Total deductions.....	1,412,071,099	616,462,950	281,483,386	334,654,400	325,163	795,377,906	405,871,384	24,890,507
Cost of goods sold.....	1,142,463,447	504,023,427	219,211,034	284,789,446	22,948	638,216,685	352,123,598	15,297,061
Compensation of officers.....	23,130,910	11,597,714	6,739,306	4,791,948	66,460	11,531,168	3,799,009	612,568
Salaries and wages.....	95,076,946	39,448,035	22,775,171	16,575,696	97,168	55,628,911	20,712,399	3,100,733
Repairs.....	4,870,154	1,953,184	1,006,011	946,045	1,128	2,916,551	817,817	170,300
Bad debts.....	1,790,646	982,725	615,400	367,325	--	807,921	145,983	50,478
Rent paid on business property.....	22,080,107	7,394,971	4,457,583	2,923,111	14,277	14,685,136	3,851,909	1,203,520
Taxes paid.....	18,130,944	7,903,246	3,402,204	4,490,267	10,775	10,227,698	3,403,056	535,833
Interest paid.....	5,933,150	2,535,369	1,387,045	1,147,022	1,301	3,397,782	1,666,604	113,520
Amortization.....	952,352	441,880	179,586	257,629	4,665	510,471	126,299	17,393
Depreciation.....	11,370,525	4,971,856	2,841,938	2,129,112	806	6,398,669	1,841,993	284,518
Depletion.....	6,208	3,893	2,294	1,600	--	2,314	11	--
Advertising.....	13,621,004	3,157,368	1,627,899	1,517,003	12,465	10,463,557	4,519,422	1,131,228
Pension, profit-sharing, stock bonus, and annuity plans.....	2,708,572	1,670,027	968,787	692,804	8,436	1,038,545	285,869	51,916
Employee benefit programs.....	6,870,156	2,988,374	1,741,642	1,232,036	14,696	3,881,782	1,673,709	167,963
Net loss, noncapital assets.....	93,549	13,898	5,805	8,093	--	79,651	6,502	762
Other deductions.....	62,972,432	27,376,982	14,521,682	12,785,262	70,037	35,591,065	10,897,205	2,152,716
Total receipts less total deductions <sup>2</sup> .....	50,550,696	25,529,008	13,208,190	12,204,854	115,964	25,015,938	7,410,250	1,281,874
Net income (less deficit) from a trade or business <sup>2</sup> .....	50,470,837	25,483,495	13,180,238	12,187,293	115,964	24,981,593	7,406,320	1,279,645
Net income.....	50,772,403	25,656,049	13,289,727	12,250,357	115,964	25,110,604	7,474,730	1,281,157
Deficit.....	301,566	172,554	109,489	63,065	--	129,011	68,410	*1,512
Portfolio income (less deficit) distributed to shareholders.....	8,219,861	5,683,594	3,949,220	1,731,954	2,419	2,536,267	1,658,618	30,422
Dividend income.....	170,378	103,941	42,040	61,887	15	66,436	8,524	420
Interest income.....	1,404,526	746,814	272,499	471,946	2,368	657,712	300,946	38,325
Royalty income.....	156,119	137,169	71,691	65,478	--	18,949	*25	136
Net short-term capital gain (less loss).....	43,661	20,957	-4,403	25,359	2	22,704	4,011	185
Net long-term capital gain (less loss).....	6,441,737	4,672,071	3,566,877	1,105,159	34	1,769,666	1,344,894	-8,646
Other portfolio income (net).....	3,440	2,641	516	2,125	--	799	217	2
Real estate rental net income (less deficit).....	511,195	298,511	160,214	138,298	--	212,684	69,795	16,478
Net income.....	534,149	304,996	164,166	140,830	--	229,152	73,898	16,783
Deficit.....	22,953	6,485	3,952	2,533	--	16,468	4,103	305
Net income (less deficit) from other rental activity.....	61,290	41,864	29,888	11,976	--	19,426	3,145	357
Net income.....	80,207	56,735	44,662	12,073	--	23,472	7,033	357
Deficit.....	18,917	14,871	14,775	96	--	4,046	3,889	--
Total net income.....	59,263,183	31,507,464	17,319,560	14,069,521	118,384	27,749,969	9,137,878	1,326,903

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade--continued							
	Retail trade--continued							
	Electronics and appliance stores	Building material and garden equipment and supplies dealers	Food and beverage stores	Health and personal care stores	Gasoline stations	Clothing and clothing accessories stores	Sporting goods, hobby, book, and music stores	General merchandise stores
	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)
Number of returns.....	9,423	14,594	33,028	17,224	12,758	19,509	11,777	5,099
Number of shareholders.....	14,369	24,787	61,785	26,298	22,880	29,213	18,860	7,029
Total receipts <sup>2</sup> .....	24,710,264	53,172,323	89,508,512	33,319,105	71,305,525	18,587,487	15,340,738	7,546,491
Business receipts.....	24,524,931	52,788,309	88,445,604	33,202,332	70,701,279	18,512,446	15,192,031	7,440,325
Interest on Government obligations:								
State and local <sup>2</sup> .....	951	1,787	4,183	*2,465	3,063	2,910	207	233
Net gain, noncapital assets.....	2,920	32,267	59,829	12,391	58,280	311	3,921	71
Other receipts.....	181,461	349,960	998,896	101,916	542,903	71,820	144,579	105,862
Total deductions.....	23,302,395	50,645,586	86,848,761	31,442,504	70,135,351	17,569,746	14,510,149	7,105,630
Cost of goods sold.....	16,935,240	37,212,796	66,230,466	23,405,608	61,105,249	9,869,434	9,989,726	4,635,271
Compensation of officers.....	684,476	988,142	1,049,229	1,002,443	417,968	589,267	314,324	107,780
Salaries and wages.....	2,575,482	5,338,411	7,605,145	2,940,356	2,699,796	2,501,944	1,410,879	880,623
Repairs.....	49,651	315,932	610,695	88,876	343,699	96,658	70,519	47,677
Bad debts.....	35,429	170,494	71,537	44,533	33,804	29,668	12,868	10,855
Rent paid on business property.....	390,188	1,015,772	1,939,429	767,295	1,160,544	1,266,644	728,039	380,436
Taxes paid.....	327,926	993,129	1,728,519	448,942	796,905	453,532	294,269	162,169
Interest paid.....	108,958	224,350	390,238	88,746	243,889	74,603	91,969	41,499
Amortization.....	28,992	26,546	118,206	19,170	76,079	17,344	12,735	4,066
Depreciation.....	254,592	713,519	955,947	191,638	911,735	218,788	190,459	87,102
Depletion.....	--	2,303	--	--	--	--	--	--
Advertising.....	312,909	520,462	694,820	330,891	112,964	578,683	307,929	98,083
Pension, profit-sharing, stock bonus, and annuity plans.....	48,074	129,491	148,970	83,526	27,700	35,487	28,054	6,984
Employee benefit programs.....	154,639	342,503	727,740	104,648	102,847	84,183	79,204	42,820
Net loss, noncapital assets.....	*2,295	750	258	205	847	*64,595	402	958
Other deductions.....	1,393,543	2,650,987	4,577,563	1,925,629	2,101,324	1,688,918	978,772	599,308
Total receipts less total deductions <sup>2</sup> .....	1,407,869	2,526,737	2,659,750	1,876,601	1,170,175	1,017,740	830,589	440,861
Net income (less deficit) from a trade or business <sup>2</sup> .....	1,406,917	2,524,949	2,655,568	1,874,135	1,167,112	1,014,831	830,382	440,629
Net income.....	1,418,455	2,527,739	2,665,996	1,877,483	1,188,359	1,018,056	830,617	441,942
Deficit.....	*11,538	*2,789	10,428	*3,348	21,247	*3,226	*235	1,313
Portfolio income (less deficit) distributed to								
shareholders.....	31,428	116,209	85,407	154,487	60,483	14,916	90,370	19,736
Dividend income.....	2,157	19,380	17,436	4,257	6,103	463	989	1,008
Interest income.....	17,158	72,179	63,248	16,481	32,161	11,709	23,798	8,012
Royalty income.....	843	*429	783	2,024	1,284	3,490	--	110
Net short-term capital gain (less loss).....	*7,014	1,460	-351	*2,153	565	902	63	3,725
Net long-term capital gain (less loss).....	4,255	22,753	4,188	129,551	20,124	-1,648	*65,521	6,880
Other portfolio income (net).....	--	*8	104	21	245	--	--	1
Real estate rental net income (less deficit).....	20,383	14,360	51,957	*4,571	23,532	787	*-1,663	4,507
Net income.....	20,495	19,643	51,987	*4,571	23,923	800	356	4,569
Deficit.....	113	*5,283	30	--	391	13	*2,019	62
Net income (less deficit) from other rental activity.....	--	614	4,778	*2,152	2,132	*713	*2,726	153
Net income.....	--	651	4,778	*2,152	2,185	*713	*2,726	153
Deficit.....	--	37	--	--	54	--	--	--
Total net income.....	1,458,728	2,656,132	2,797,710	2,035,345	1,253,258	1,031,246	921,815	465,024

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade--continued			Transportation and warehousing				
	Retail trade--continued		Wholesale and retail trade not allocable	Total	Air, rail, and water transportation	Truck transportation	Transit and ground passenger transportation	Pipeline transportation
	Miscellaneous store retailers	Nonstore retailers						
	(49)	(50)	(51)	(52)	(53)	(54)	(55)	(56)
Number of returns.....	35,100	17,004	*405	60,880	**	33,973	6,858	**
Number of shareholders.....	60,011	28,433	*405	100,131	**	53,514	8,505	**
Total receipts <sup>2</sup> .....	33,660,558	33,788,826	*235,993	94,718,141	**	41,688,523	6,893,375	**
Business receipts.....	33,408,780	33,273,247	*235,993	93,171,217	**	41,092,645	6,844,697	**
Interest on Government obligations:								
State and local <sup>2</sup> .....	556	11,830	--	4,052	**	1,478	26	**
Net gain, noncapital assets.....	12,435	19,254	--	635,001	**	308,510	25,479	**
Other receipts.....	238,787	484,495	--	907,871	**	285,890	23,172	**
Total deductions.....	31,810,388	31,245,505	*230,244	89,860,547	**	39,525,575	6,619,281	**
Cost of goods sold.....	20,572,758	20,839,478	*223,334	40,925,846	**	11,080,399	2,747,124	**
Compensation of officers.....	1,121,463	844,501	*2,027	2,130,076	**	1,083,178	251,161	**
Salaries and wages.....	3,380,601	2,482,542	--	13,049,087	**	8,426,795	909,376	**
Repairs.....	200,960	103,767	*418	1,533,100	**	981,461	110,150	**
Bad debts.....	45,492	156,779	--	99,561	**	63,549	3,305	**
Rent paid on business property.....	1,581,962	399,398	--	4,826,645	**	2,529,650	500,336	**
Taxes paid.....	698,780	384,639	--	4,530,573	**	1,577,817	248,927	**
Interest paid.....	231,512	121,893	--	718,773	**	348,454	102,601	**
Amortization.....	17,645	45,997	--	61,838	**	12,377	15,297	**
Depreciation.....	336,958	411,421	--	3,438,085	**	1,964,378	429,863	**
Depletion.....	--	--	--	750	**	748	--	**
Advertising.....	467,917	1,388,250	*79	215,258	**	82,773	45,184	**
Pension, profit-sharing, stock bonus, and annuity plans.....	84,850	107,625	--	283,236	**	102,454	51,878	**
Employee benefit programs.....	191,663	209,864	--	1,391,101	**	956,918	56,665	**
Net loss, noncapital assets.....	757	*1,320	--	21,004	**	19,372	*619	**
Other deductions.....	2,877,070	3,748,032	*4,384	16,635,617	**	10,295,253	1,146,796	**
Total receipts less total deductions <sup>2</sup> .....	1,850,171	2,543,321	*5,750	4,857,593	**	2,162,948	274,094	**
Net income (less deficit) from a trade or business <sup>2</sup> .....	1,849,614	2,531,491	*5,750	4,853,542	**	2,161,470	274,068	**
Net income.....	1,853,861	2,532,210	*5,750	4,972,501	**	2,165,537	274,235	**
Deficit.....	4,247	719	--	118,959	**	4,067	167	**
Portfolio income (less deficit) distributed to shareholders.....	82,695	191,497	--	539,845	**	215,451	3,148	**
Dividend income.....	2,640	3,059	--	17,120	**	11,120	*1,208	**
Interest income.....	42,782	30,912	--	129,725	**	51,220	4,295	**
Royalty income.....	*6,039	3,786	--	477	**	126	--	**
Net short-term capital gain (less loss).....	355	2,622	--	-767	**	-1,663	*75	**
Net long-term capital gain (less loss).....	30,676	151,118	--	393,308	**	154,629	*-2,430	**
Other portfolio income (net).....	203	--	--	-17	**	20	--	**
Real estate rental net income (less deficit).....	9,505	-1,528	--	99,583	**	11,989	680	**
Net income.....	10,231	1,896	--	100,453	**	11,995	682	**
Deficit.....	*727	*3,424	--	869	**	6	1	**
Net income (less deficit) from other rental activity.....	2,262	394	--	42,303	**	9,659	1,042	**
Net income.....	2,328	394	--	42,886	**	9,698	1,042	**
Deficit.....	66	--	--	583	**	38	--	**
Total net income.....	1,944,076	2,721,854	*5,750	5,535,273	**	2,398,570	278,938	**

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Transportation and warehousing--continued		Information					
	Other transportation and support activities	Warehousing and storage	Total	Publishing industries (except Internet)	Motion picture and sound recording industries	Broadcasting (except Internet)	Internet publishing and broadcasting	Telecommunications
	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)
Number of returns.....	12,676	2,565	36,158	9,768	12,466	2,441	*794	4,025
Number of shareholders.....	22,430	8,027	57,810	17,060	17,181	4,273	*857	9,217
Total receipts <sup>2</sup> .....	32,115,538	5,000,052	41,516,767	20,255,885	8,695,712	3,248,822	*129,099	5,764,739
Business receipts.....	31,929,290	4,762,247	39,662,995	19,624,240	8,352,718	3,010,348	*129,080	5,210,897
Interest on Government obligations:								
State and local <sup>2</sup> .....	945	827	41,818	18,433	4,750	17,082	--	1,026
Net gain, noncapital assets.....	62,704	8,760	159,549	2,919	873	94,457	1	60,983
Other receipts.....	122,599	228,217	1,652,405	610,293	337,372	126,934	*18	491,833
Total deductions.....	30,977,679	4,737,529	35,497,207	17,855,074	7,017,105	2,641,387	*83,336	5,016,516
Cost of goods sold.....	22,065,195	2,024,958	12,680,480	6,536,217	2,660,800	457,818	*36,521	1,814,023
Compensation of officers.....	549,384	68,248	2,792,361	898,433	1,152,991	164,299	*6,797	356,004
Salaries and wages.....	1,832,201	859,841	6,811,007	3,946,186	554,519	823,663	4,287	927,582
Repairs.....	137,346	96,087	282,183	140,308	53,689	32,452	*40	43,915
Bad debts.....	25,220	3,019	166,515	71,978	47,949	20,550	--	25,190
Rent paid on business property.....	800,975	530,033	1,525,690	659,291	273,407	45,080	*2,262	452,918
Taxes paid.....	2,405,386	146,409	985,915	528,198	142,949	111,723	*1,004	111,141
Interest paid.....	74,162	80,661	324,939	133,452	41,771	89,389	29	48,612
Amortization.....	9,500	5,563	352,370	138,396	93,968	99,128	32	17,539
Depreciation.....	387,147	208,360	1,221,355	457,602	274,270	153,384	581	284,036
Depletion.....	2	--	47	47	--	--	--	--
Advertising.....	45,509	6,249	552,671	275,572	45,405	72,629	*2,183	85,096
Pension, profit-sharing, stock bonus, and annuity plans.....	50,924	26,015	371,796	216,482	97,015	16,664	91	25,952
Employee benefit programs.....	171,334	85,837	520,472	387,243	35,210	33,721	180	22,926
Net loss, noncapital assets.....	*793	5	8,131	7,140	*630	56	--	*185
Other deductions.....	2,422,601	596,243	6,901,275	3,458,528	1,542,532	520,833	*29,329	801,395
Total receipts less total deductions <sup>2</sup> .....	1,137,858	262,523	6,019,560	2,400,811	1,678,608	607,435	*45,763	748,223
Net income (less deficit) from a trade or business <sup>2</sup> .....	1,136,913	261,695	5,977,742	2,382,377	1,673,858	590,353	*45,763	747,197
Net income.....	1,149,214	352,560	6,036,051	2,415,357	1,676,112	606,521	*45,774	753,494
Deficit.....	*12,301	90,864	58,309	32,980	*2,254	16,168	10	6,298
Portfolio income (less deficit) distributed to shareholders.....	42,117	86,663	1,236,548	787,656	57,052	97,411	997	286,978
Dividend income.....	1,644	1,435	520,869	507,636	3,314	5,583	2	3,775
Interest income.....	15,236	21,646	187,613	108,954	19,226	30,197	1,380	21,872
Royalty income.....	--	10	11,017	3,063	1,727	2,067	--	4
Net short-term capital gain (less loss).....	5,144	-3,242	141,680	2,245	16,473	16,683	-385	106,808
Net long-term capital gain (less loss).....	20,093	66,829	366,434	165,667	16,319	34,005	--	154,543
Other portfolio income (net).....	--	-16	8,936	91	-7	8,875	--	-23
Real estate rental net income (less deficit).....	17,983	59,690	64,872	27,587	2,417	7,174	--	48
Net income.....	18,532	59,725	65,818	28,245	2,421	7,203	--	126
Deficit.....	549	35	946	657	4	29	--	78
Net income (less deficit) from other rental activity.....	4,680	*3,749	3,390	-166	*201	2,963	--	392
Net income.....	*4,691	*3,749	5,411	1,826	*222	2,963	--	400
Deficit.....	11	--	2,021	1,992	21	--	--	8
Total net income.....	1,201,693	411,798	7,282,551	3,197,455	1,733,527	697,902	*46,761	1,034,615

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Information--continued		Finance and insurance					
	Internet service providers, web search portals, and data processing services	Other information services	Total	Depository credit inter-mediation	Non-depository credit inter-mediation	Securities, commodity contracts, and other financial investments and related activities	Insurance carriers and related activities	Other financial vehicles and investment companies
	(65)	(66)	(67)	(68)	(69)	(70)	(71)	(72)
Number of returns.....	3,978	2,687	98,019	812	20,837	18,231	53,594	4,546
Number of shareholders.....	5,437	3,785	168,768	9,269	37,347	32,577	79,500	10,075
Total receipts <sup>2</sup> .....	1,572,890	1,849,620	90,214,087	4,621,560	30,581,202	20,169,694	34,086,262	755,369
Business receipts.....	1,504,161	1,831,552	80,120,766	1,601,216	25,937,547	18,515,086	33,613,718	453,198
Interest on Government obligations:								
State and local <sup>2</sup> .....	284	243	160,165	74,769	17,146	48,114	3,775	16,361
Net gain, noncapital assets.....	311	5	951,420	211,336	704,453	22,394	12,878	360
Other receipts.....	68,135	17,819	8,981,737	2,734,238	3,922,056	1,584,101	455,891	285,451
Total deductions.....	1,335,178	1,548,611	73,581,401	3,278,282	24,957,999	16,649,086	28,111,676	584,358
Cost of goods sold.....	547,427	627,674	7,052,701	--	1,678,966	765,971	4,600,891	6,873
Compensation of officers.....	98,115	115,721	9,736,414	263,108	1,487,278	3,369,199	4,410,673	206,156
Salaries and wages.....	228,493	326,278	25,301,366	648,420	9,355,276	5,653,600	9,570,558	73,512
Repairs.....	4,992	6,788	457,906	46,719	158,358	63,694	188,342	793
Bad debts.....	504	343	843,925	116,077	682,138	11,556	33,412	741
Rent paid on business property.....	42,356	50,376	3,035,839	47,984	1,161,661	705,567	1,110,010	10,616
Taxes paid.....	31,698	59,203	2,398,190	101,096	873,564	524,166	874,546	24,818
Interest paid.....	9,357	2,331	2,855,004	1,138,017	1,153,799	312,003	236,361	14,824
Amortization.....	2,423	882	305,315	35,154	59,093	37,458	172,855	755
Depreciation.....	27,621	23,862	1,132,375	110,690	387,964	217,678	399,197	16,847
Depletion.....	--	--	36	35	--	--	--	--
Advertising.....	8,866	62,919	1,228,753	43,951	647,215	181,490	354,792	1,305
Pension, profit-sharing, stock bonus, and annuity plans.....	6,108	9,484	924,438	34,499	130,979	269,079	462,492	27,389
Employee benefit programs.....	13,255	27,938	1,165,018	95,865	299,577	254,944	508,990	5,642
Net loss, noncapital assets.....	6	113	21,136	1,977	11,680	3,963	2,643	873
Other deductions.....	313,958	234,701	17,122,985	594,689	6,870,451	4,278,717	5,185,913	193,214
Total receipts less total deductions <sup>2</sup> .....	237,712	301,008	16,632,687	1,343,278	5,623,202	3,520,608	5,974,587	171,011
Net income (less deficit) from a trade or business <sup>2</sup> .....	237,428	300,765	16,472,522	1,268,508	5,606,057	3,472,495	5,970,812	154,650
Net income.....	237,428	301,365	17,408,825	1,270,962	5,648,253	4,152,511	6,032,977	304,122
Deficit.....	--	*599	936,303	2,454	42,196	680,017	62,165	149,471
Portfolio income (less deficit) distributed to shareholders.....	-1,569	8,023	4,557,401	30,098	307,456	3,106,759	383,646	729,443
Dividend income.....	104	454	437,660	5,660	5,909	298,014	28,928	99,149
Interest income.....	2,196	3,788	837,585	15,373	188,169	363,924	152,311	117,808
Royalty income.....	--	4,156	7,047	179	--	6,842	26	--
Net short-term capital gain (less loss).....	-279	134	709,910	-173	38,867	638,531	3,168	29,516
Net long-term capital gain (less loss).....	-3,590	-510	2,406,845	9,040	74,172	1,641,666	199,213	482,754
Other portfolio income (net).....	--	--	158,354	18	*339	157,781	--	215
Real estate rental net income (less deficit).....	27,460	185	36,644	4,293	1,453	34,668	-3,632	-138
Net income.....	27,608	216	55,051	4,862	5,211	41,001	2,132	1,846
Deficit.....	148	30	18,408	569	3,758	6,332	5,764	1,984
Net income (less deficit) from other rental activity.....	--	--	28,301	1,127	3,095	23,114	932	34
Net income.....	--	--	35,020	1,130	3,114	29,167	1,439	*170
Deficit.....	--	--	6,719	3	20	6,053	508	135
Total net income.....	263,319	308,973	21,094,867	1,304,025	5,918,060	6,637,035	6,351,758	883,989

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Real estate and rental and leasing				Professional, scientific, and technical services	Management of companies (holding companies)
	Total	Real estate	Rental and leasing services	Lessors of nonfinancial intangible assets (except copy-righted works)		
	(73)	(74)	(75)	(76)	(77)	(78)
Number of returns.....	232,435	217,089	15,332	14	335,784	15,249
Number of shareholders.....	501,805	473,305	28,425	75	491,733	62,638
Total receipts <sup>2</sup> .....	69,031,755	57,869,489	11,007,522	154,744	225,112,771	16,588,823
Business receipts.....	65,592,395	55,048,721	10,482,250	61,424	220,508,739	6,093,667
Interest on Government obligations:						
State and local <sup>2</sup> .....	46,705	45,249	1,059	397	12,851	503,666
Net gain, noncapital assets.....	616,658	325,844	290,814	—	150,549	228,838
Other receipts.....	2,775,997	2,449,675	233,399	92,923	4,440,631	9,762,652
Total deductions.....	59,185,310	49,015,286	10,099,347	70,677	195,960,634	10,784,326
Cost of goods sold.....	15,192,830	12,097,461	3,094,752	617	65,723,645	15,963
Compensation of officers.....	4,959,909	4,625,710	329,076	5,123	24,959,034	1,003,979
Salaries and wages.....	14,708,793	13,153,798	1,546,075	8,921	41,527,448	1,985,437
Repairs.....	715,972	506,492	208,661	819	1,103,309	181,317
Bad debts.....	121,406	82,130	38,311	965	233,227	501,156
Rent paid on business property.....	4,596,665	3,418,838	1,177,340	487	7,264,524	139,661
Taxes paid.....	1,574,831	1,235,448	336,974	2,409	6,400,922	429,980
Interest paid.....	1,075,671	786,159	285,536	3,977	836,526	3,205,396
Amortization.....	88,299	58,370	12,384	17,546	231,375	120,687
Depreciation.....	2,425,647	820,320	1,601,912	3,415	2,323,038	463,991
Depletion.....	56	56	—	—	36	79
Advertising.....	1,317,487	1,148,314	167,925	1,248	2,092,702	155,898
Pension, profit-sharing, stock bonus, and annuity plans.....	610,107	578,701	31,046	360	2,711,948	121,324
Employee benefit programs.....	550,775	434,382	115,962	431	2,780,722	299,018
Net loss, noncapital assets.....	21,575	8,879	12,694	1	15,693	11,271
Other deductions.....	11,225,285	10,060,226	1,140,702	24,357	37,756,486	2,149,171
Total receipts less total deductions <sup>2</sup> .....	9,846,445	8,854,203	908,175	84,067	29,152,136	5,804,497
Net income (less deficit) from a trade or business <sup>2</sup> .....	9,799,740	8,808,953	907,116	83,670	29,139,285	5,300,831
Net income.....	10,565,725	9,460,396	1,021,587	83,741	29,385,332	5,571,522
Deficit.....	765,985	651,443	114,471	71	246,046	270,691
Portfolio income (less deficit) distributed to shareholders.....	4,268,383	3,760,325	476,140	31,918	2,900,816	2,993,314
Dividend income.....	159,381	155,509	3,842	30	54,169	286,774
Interest income.....	1,180,919	1,046,091	130,023	4,804	488,239	506,871
Royalty income.....	59,367	46,933	*159	12,275	16,136	50,560
Net short-term capital gain (less loss).....	171,403	169,675	1,650	78	129,788	244,634
Net long-term capital gain (less loss).....	2,690,210	2,334,976	340,503	14,731	2,202,385	1,741,224
Other portfolio income (net).....	7,103	7,140	*-37	—	10,098	163,251
Real estate rental net income (less deficit).....	6,952,999	6,912,161	40,818	20	135,337	27,909
Net income.....	7,189,128	7,147,530	41,578	20	139,156	55,041
Deficit.....	236,129	235,369	*760	—	3,819	27,132
Net income (less deficit) from other rental activity.....	510,449	74,673	434,632	1,144	49,246	-7,764
Net income.....	528,588	92,664	434,780	1,144	52,305	15,682
Deficit.....	18,139	17,991	148	—	3,059	23,446
Total net income.....	21,531,571	19,556,112	1,858,707	116,752	32,224,685	8,314,290

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Administrative and support and waste management and remediation services			Educational services	Health care and social assistance			
	Total	Administrative and support services	Waste management and remediation services		Total	Offices of health practitioners and outpatient care centers	Miscellaneous health care and social assistance	Hospitals, nursing, and residential care facilities
	(79)	(80)	(81)	(82)	(83)	(84)	(85)	(86)
Number of returns.....	113,377	107,070	6,307	14,422	152,789	124,794	21,327	6,668
Number of shareholders.....	176,340	164,855	11,485	20,926	204,403	151,272	37,955	15,176
Total receipts <sup>2</sup> .....	114,238,255	104,611,281	9,626,974	9,257,461	111,275,206	80,409,671	17,930,816	12,934,718
Business receipts.....	113,403,589	103,896,905	9,506,684	9,199,274	109,472,541	79,064,384	17,649,231	12,758,927
Interest on Government obligations:								
State and local <sup>2</sup> .....	24,761	22,370	2,391	831	3,631	2,503	176	952
Net gain, noncapital assets.....	145,558	119,805	25,753	10,679	113,394	78,381	28,345	6,667
Other receipts.....	664,347	572,201	92,145	46,677	1,685,640	1,264,403	253,065	168,172
Total deductions.....	105,660,398	97,129,010	8,531,388	8,124,478	94,168,448	66,033,104	16,026,467	12,108,877
Cost of goods sold.....	51,761,999	48,674,784	3,087,215	2,058,091	10,307,897	6,720,146	2,672,760	914,990
Compensation of officers.....	4,915,342	4,595,665	319,677	742,885	16,307,955	14,835,570	1,153,253	319,132
Salaries and wages.....	19,576,300	18,152,164	1,424,135	2,165,667	24,299,290	14,232,178	4,913,230	5,153,882
Repairs.....	917,022	653,980	263,042	88,981	1,005,500	601,136	270,540	133,823
Bad debts.....	121,918	101,167	20,751	18,862	196,791	70,600	76,827	49,364
Rent paid on business property.....	2,591,834	2,225,229	366,605	506,587	6,240,250	4,021,851	1,296,284	922,114
Taxes paid.....	4,136,513	3,830,028	306,485	306,215	3,824,475	2,421,349	653,650	749,475
Interest paid.....	649,416	502,641	146,775	34,801	803,103	420,439	179,301	203,363
Amortization.....	115,272	87,962	27,310	7,464	185,008	124,361	44,241	16,406
Depreciation.....	2,136,046	1,622,921	513,125	151,209	1,642,356	1,014,507	394,693	233,156
Depletion.....	11	--	11	--	--	--	--	--
Advertising.....	971,296	894,334	76,962	230,281	989,103	816,263	123,378	49,462
Pension, profit-sharing, stock bonus, and annuity plans.....	373,934	323,880	50,055	73,376	1,772,785	1,630,541	83,606	58,637
Employee benefit programs.....	2,099,344	1,870,510	228,834	145,864	1,209,416	666,650	159,171	383,596
Net loss, noncapital assets.....	11,034	10,410	623	2,848	13,359	*12,804	429	*126
Other deductions.....	15,283,118	13,583,334	1,699,784	1,591,348	25,371,161	18,444,708	4,005,103	2,921,350
Total receipts less total deductions <sup>2</sup> .....	8,577,857	7,482,272	1,095,585	1,132,984	17,106,758	14,376,567	1,904,349	825,841
Net income (less deficit) from a trade or business <sup>2</sup> .....	8,553,096	7,459,901	1,093,194	1,132,153	17,103,126	14,374,064	1,904,173	824,889
Net income.....	8,647,406	7,548,277	1,099,129	1,143,111	17,122,280	14,377,203	1,907,746	837,331
Deficit.....	94,311	88,376	5,935	*10,959	19,153	3,138	3,572	12,443
Portfolio income (less deficit) distributed to shareholders.....	1,025,237	952,445	72,792	147,019	233,014	138,343	21,285	73,386
Dividend income.....	12,594	11,743	851	3,004	10,659	6,270	254	4,134
Interest income.....	204,855	190,575	14,280	16,077	70,453	39,789	8,622	22,043
Royalty income.....	5,753	5,753	--	3,249	4	--	--	4
Net short-term capital gain (less loss).....	616	562	54	641	8,811	7,640	-952	2,123
Net long-term capital gain (less loss).....	801,415	743,808	57,607	124,048	143,089	84,640	13,360	45,089
Other portfolio income (net).....	4	4	--	--	-1	4	--	-5
Real estate rental net income (less deficit).....	39,874	35,081	4,794	*4,079	59,586	10,324	3,131	46,131
Net income.....	46,877	42,050	4,826	*4,180	63,930	10,764	3,254	49,913
Deficit.....	7,002	*6,970	32	101	4,344	*440	122	3,781
Net income (less deficit) from other rental activity.....	3,199	590	*2,609	28	52,266	*20,397	*27,781	4,087
Net income.....	7,009	4,400	*2,609	28	52,381	*20,508	*27,781	4,092
Deficit.....	3,810	3,810	--	--	115	111	--	4
Total net income.....	9,621,406	8,448,017	1,173,389	1,283,279	17,447,992	14,543,128	1,956,370	948,493

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Arts, entertainment, and recreation			Accommodation and food services		
	Total	Other arts, entertainment, and recreation	Amusement, gambling, and recreation industries	Total	Accommodation	Food services and drinking places
	(87)	(88)	(89)	(90)	(91)	(92)
Number of returns.....	37,773	19,877	17,896	102,646	11,386	91,260
Number of shareholders.....	65,284	27,742	37,541	205,250	35,012	170,238
Total receipts <sup>2</sup> .....	26,426,812	13,238,814	13,187,998	102,820,560	11,441,918	91,378,642
Business receipts.....	24,903,539	12,485,688	12,417,852	101,088,755	10,999,054	90,089,701
Interest on Government obligations:						
State and local <sup>2</sup> .....	4,634	1,938	2,697	11,333	614	10,720
Net gain, noncapital assets.....	139,960	22,309	117,651	153,627	23,040	130,587
Other receipts.....	1,378,678	728,880	649,798	1,566,844	419,210	1,147,634
Total deductions.....	22,487,233	11,070,934	11,416,300	95,817,901	10,542,177	85,275,724
Cost of goods sold.....	4,108,757	1,127,769	2,980,988	38,753,933	2,082,956	36,670,977
Compensation of officers.....	3,967,876	3,399,242	568,634	3,135,886	325,888	2,809,998
Salaries and wages.....	4,451,047	2,306,795	2,144,252	17,558,733	1,903,367	15,655,366
Repairs.....	320,087	48,259	271,828	1,737,997	349,972	1,388,024
Bad debts.....	15,072	3,301	11,770	65,200	18,968	46,232
Rent paid on business property.....	1,051,454	225,197	826,256	6,747,444	589,460	6,157,984
Taxes paid.....	1,032,692	274,388	758,304	4,394,665	882,954	3,511,711
Interest paid.....	318,432	79,885	238,548	1,469,528	663,781	805,747
Amortization.....	244,665	194,441	50,224	346,810	71,610	275,200
Depreciation.....	926,532	231,327	695,205	2,538,107	733,932	1,804,175
Depletion.....	--	--	--	*2,698	--	*2,698
Advertising.....	425,600	99,395	326,205	2,744,656	231,369	2,513,287
Pension, profit-sharing, stock bonus, and annuity plans.....	319,962	273,653	46,309	119,738	33,167	86,571
Employee benefit programs.....	192,382	55,924	136,457	837,882	176,509	661,373
Net loss, noncapital assets.....	404	55	349	23,888	*2,200	21,688
Other deductions.....	5,112,272	2,751,302	2,360,969	15,340,736	2,476,043	12,864,693
Total receipts less total deductions <sup>2</sup> .....	3,939,579	2,167,880	1,771,699	7,002,659	899,741	6,102,918
Net income (less deficit) from a trade or business <sup>2</sup> .....	3,934,945	2,165,943	1,769,002	6,991,326	899,127	6,092,198
Net income.....	4,000,333	2,214,549	1,785,784	7,110,534	975,723	6,134,811
Deficit.....	65,389	*48,606	16,783	119,209	76,596	42,613
Portfolio income (less deficit) distributed to shareholders.....	484,599	326,370	158,229	701,937	221,796	480,141
Dividend income.....	8,369	3,888	4,481	8,061	3,288	4,773
Interest income.....	81,738	44,899	36,838	243,562	110,823	132,739
Royalty income.....	124,311	124,310	1	6,936	--	6,936
Net short-term capital gain (less loss).....	13,521	860	12,662	6,322	2,699	3,623
Net long-term capital gain (less loss).....	235,768	131,616	104,152	437,079	104,986	332,092
Other portfolio income (net).....	20,892	20,797	94	-23	--	-23
Real estate rental net income (less deficit).....	59,412	32,500	26,912	79,240	44,755	34,485
Net income.....	62,533	32,722	29,812	82,381	45,992	36,390
Deficit.....	*3,121	221	*2,900	3,141	1,237	1,905
Net income (less deficit) from other rental activity.....	3,088	*2,345	743	16,984	*354	16,631
Net income.....	*3,478	*2,735	743	17,116	372	*16,744
Deficit.....	390	390	--	*132	*19	113
Total net income.....	4,482,043	2,527,158	1,954,885	7,789,487	1,166,032	6,623,455

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 2.--S Corporations With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Other services			
	Total	Repair and maintenance	Personal and laundry services	Religious, grantmaking, civic, professional, and similar organizations
	(93)	(94)	(95)	(96)
Number of returns.....	113,443	59,748	53,280	*416
Number of shareholders.....	182,411	89,541	92,428	*442
Total receipts <sup>2</sup> .....	61,585,390	37,054,880	24,520,619	*9,890
Business receipts.....	60,905,001	36,861,972	24,033,761	9,269
Interest on Government obligations:				
State and local <sup>2</sup> .....	12,014	23	11,964	27
Net gain, noncapital assets.....	157,216	69,504	87,712	--
Other receipts.....	511,159	123,382	387,182	*595
Total deductions.....	56,602,136	34,323,831	22,272,205	*6,099
Cost of goods sold.....	22,680,948	16,759,786	5,919,409	1,753
Compensation of officers.....	3,673,374	2,309,305	1,363,649	420
Salaries and wages.....	10,737,858	5,113,086	5,623,655	1,117
Repairs.....	655,574	304,946	350,613	15
Bad debts.....	87,213	36,553	50,649	11
Rent paid on business property.....	3,667,652	1,581,651	2,085,760	240
Taxes paid.....	2,029,661	1,140,394	889,086	181
Interest paid.....	467,186	280,746	186,440	--
Amortization.....	188,613	76,863	111,718	32
Depreciation.....	1,277,117	632,211	644,873	34
Depletion.....	--	--	--	--
Advertising.....	1,065,085	564,823	500,123	139
Pension, profit-sharing, stock bonus, and annuity plans.....	110,666	52,505	58,145	16
Employee benefit programs.....	858,206	541,059	317,011	136
Net loss, noncapital assets.....	2,264	*329	*1,935	--
Other deductions.....	9,100,718	4,929,575	4,169,138	*2,005
Total receipts less total deductions <sup>2</sup> .....	4,983,254	2,731,049	2,248,415	*3,791
Net income (less deficit) from a trade or business <sup>2</sup> .....	4,971,241	2,731,026	2,236,451	*3,764
Net income.....	5,009,695	2,745,620	2,260,311	*3,764
Deficit.....	38,454	*14,594	23,860	--
Portfolio income (less deficit) distributed to shareholders.....	145,572	58,795	86,756	21
Dividend income.....	12,916	2,288	10,628	--
Interest income.....	80,183	34,044	46,118	21
Royalty income.....	--	--	--	--
Net short-term capital gain (less loss).....	6,389	*6,315	74	--
Net long-term capital gain (less loss).....	46,089	16,147	29,942	--
Other portfolio income (net).....	-6	--	-6	--
Real estate rental net income (less deficit).....	29,938	*5,253	24,685	--
Net income.....	36,829	*5,253	31,576	--
Deficit.....	*6,891	--	*6,891	--
Net income (less deficit) from other rental activity.....	*7,592	*7,406	186	--
Net income.....	*7,592	*7,406	186	--
Deficit.....	--	--	--	--
Total net income.....	5,154,342	2,802,479	2,348,077	*3,785

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

\*\* In order to avoid disclosure of information for specific corporations, these data have been hidden.

<sup>1</sup> Includes returns not allocable by industrial group, which are not shown separately.

<sup>2</sup> Includes interest on Government obligations: State and local, which is not reflected in net income (less deficit) from a trade or business.

NOTE: Detail may not add to totals because of rounding.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group**

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Item	All industries <sup>1</sup>	Agriculture, forestry, fishing, and hunting				Mining	Utilities	Construction
		Total	Agriculture production	Forestry and logging	Support activities and fishing, hunting and trapping			Total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Number of returns.....	3,341,606	81,005	52,987	6,639	21,379	16,692	2,932	448,549
Number of shareholders.....	5,847,219	183,392	124,655	12,973	45,764	38,495	5,786	727,510
Total assets.....	2,186,582,412	45,819,655	33,964,228	4,675,693	7,179,734	28,385,638	4,439,419	268,696,766
Cash.....	236,100,733	4,421,166	2,691,128	357,823	1,372,216	3,486,677	577,083	35,636,697
Notes and accounts receivable.....	491,576,924	3,524,502	2,417,466	309,447	797,590	3,847,357	742,095	67,353,284
Less: Allowance for bad debts.....	7,720,589	12,312	10,461	953	898	13,744	4,526	576,572
Inventories.....	309,619,396	3,699,555	3,139,230	143,162	417,164	522,890	312,621	44,580,165
Investments in Government obligations.....	44,166,897	266,874	*257,456	9,304	114	185,867	4	512,599
Tax-exempt securities.....	16,792,093	342,830	336,679	6,136	15	466,636	--	390,701
Other current assets.....	133,657,273	2,115,285	1,482,280	224,500	408,505	1,138,102	320,803	33,743,008
Loans to shareholders.....	40,927,873	1,744,045	1,359,252	141,634	243,160	658,827	72,801	5,701,905
Mortgage and real estate loans.....	50,323,933	398,456	267,399	26,322	*104,735	68,914	--	1,964,724
Other investments.....	233,111,386	3,898,145	2,878,867	431,422	587,855	7,167,096	804,331	20,397,526
Depreciable assets.....	1,047,549,003	43,869,485	30,539,272	3,974,014	9,356,199	16,082,959	2,262,828	109,215,353
Less: Accumulated depreciation.....	598,747,039	29,679,338	19,984,741	2,847,206	6,847,390	11,203,699	1,034,679	69,900,180
Depletable assets.....	11,468,377	1,177,786	90,851	1,086,480	*454	7,328,212	17,119	247,143
Less: Accumulated depletion.....	3,975,325	65,824	7,285	58,539	--	3,370,536	9,766	54,178
Land.....	83,644,422	8,558,675	7,486,396	635,471	436,809	817,819	100,625	12,224,447
Intangible assets (amortizable).....	76,599,915	546,921	240,119	9,226	297,575	692,779	165,018	1,750,153
Less: Accumulated amortization.....	25,923,589	173,584	76,874	3,853	92,856	300,338	48,139	538,726
Other assets.....	47,410,729	1,186,986	857,196	231,302	98,487	809,820	161,199	6,048,718
Total liabilities and shareholders' equity.....	2,186,582,412	45,819,655	33,964,228	4,675,693	7,179,734	28,385,638	4,439,419	268,696,766
Accounts payable.....	256,650,448	1,931,826	1,276,807	85,030	569,989	2,802,247	618,685	49,716,703
Mortgages, notes, and bonds payable in								
less than 1 year.....	263,956,812	6,665,138	4,786,995	1,112,456	765,687	1,938,704	240,481	36,473,713
Other current liabilities.....	373,452,119	1,996,564	1,360,286	122,845	513,433	1,535,604	304,485	36,144,641
Loans from shareholders.....	191,080,160	10,068,903	8,375,169	460,522	1,233,212	967,906	*69,725	20,542,989
Mortgages, notes, and bonds payable in								
1 year or more.....	432,426,246	12,781,075	10,111,388	942,876	1,726,811	4,732,050	1,219,560	49,616,251
Other liabilities.....	65,085,748	1,083,273	974,929	19,557	88,787	1,248,715	445,308	7,131,935
Net worth, total.....	603,930,880	11,292,875	7,078,654	1,932,408	2,281,814	15,160,412	1,541,176	69,070,533
Capital stock.....	69,632,450	4,749,011	3,928,084	499,265	321,662	430,529	22,688	6,207,443
Paid-in or capital surplus.....	225,230,044	12,928,260	10,558,839	192,897	2,176,524	3,937,613	664,922	16,164,761
Retained earnings unappropriated.....	339,136,080	-5,866,085	-6,992,506	1,255,605	-129,184	11,019,270	797,278	50,788,638
Adjustments to shareholders' equity <sup>2</sup> .....	2,284,042	67,544	-15,352	-824	*83,721	301,629	61,811	-564,347
Less: Cost of treasury stock.....	32,351,735	585,855	400,412	*14,535	170,908	528,629	5,523	3,525,962

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Construction--continued			Manufacturing				
	Construction of buildings	Heavy and civil engineering construction	Specialty trade contractors	Total	Food manufacturing	Beverage and tobacco product manufacturing	Textile mills and textile product mills	Apparel manufacturing
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Number of returns.....	130,639	51,346	266,564	149,806	8,567	892	1,907	5,779
Number of shareholders.....	199,418	123,595	404,498	353,136	32,425	2,957	4,541	13,470
Total assets.....	113,583,179	81,494,836	73,618,750	268,194,307	25,545,201	5,609,110	5,688,996	8,629,160
Cash.....	14,648,563	9,248,984	11,739,150	25,596,703	1,757,888	390,610	403,880	853,106
Notes and accounts receivable.....	24,059,095	15,063,731	28,230,458	61,516,496	4,901,525	687,075	1,236,318	2,093,322
Less: Allowance for bad debts.....	171,903	148,669	256,000	1,093,113	76,111	12,319	35,975	34,377
Inventories.....	28,845,533	12,526,900	3,207,732	53,740,794	5,039,748	1,141,692	1,268,675	2,975,161
Investments in Government obligations.....	213,758	270,597	28,244	861,683	70,773	8,894	8,267	37,844
Tax-exempt securities.....	152,837	193,914	43,949	1,330,632	58,310	156,428	35,731	8,688
Other current assets.....	18,955,899	7,727,797	7,059,311	10,481,183	898,729	144,605	408,794	510,656
Loans to shareholders.....	1,970,502	1,244,409	2,486,994	3,298,353	164,032	78,948	98,774	123,499
Mortgage and real estate loans.....	958,193	914,587	91,944	260,027	3,235	2,907	611	23,938
Other investments.....	7,459,597	9,742,329	3,195,600	22,314,000	1,709,068	675,309	678,241	698,059
Depreciable assets.....	22,447,458	38,084,136	48,683,759	200,556,592	20,961,875	4,335,743	3,846,543	3,031,106
Less: Accumulated depreciation.....	12,755,558	23,634,382	33,510,239	128,088,538	11,861,577	2,610,169	2,695,469	2,041,776
Depletable assets.....	10,654	208,142	28,347	2,012,467	185	--	--	--
Less: Accumulated depletion.....	4,808	47,842	*1,528	102,919	--	--	--	--
Land.....	4,175,811	7,027,764	1,020,873	4,613,286	460,590	174,392	51,852	152,339
Intangible assets (amortizable).....	362,154	356,889	1,031,110	8,956,680	1,416,582	248,916	58,273	306,186
Less: Accumulated amortization.....	108,048	126,483	304,195	2,825,430	279,929	101,634	10,394	196,195
Other assets.....	2,363,442	2,842,034	843,242	4,765,410	320,278	287,713	334,875	87,606
Total liabilities and shareholders' equity.....	113,583,179	81,494,836	73,618,750	268,194,307	25,545,201	5,609,110	5,688,996	8,629,160
Accounts payable.....	23,763,039	11,137,265	14,816,400	33,352,621	3,559,470	434,935	673,411	1,343,184
Mortgages, notes, and bonds payable in less than 1 year.....	19,446,747	9,401,015	7,625,951	24,797,047	2,196,301	396,978	599,402	852,507
Other current liabilities.....	17,212,758	8,255,665	10,676,218	20,642,361	1,820,793	267,337	336,346	837,147
Loans from shareholders.....	6,344,858	9,351,049	4,847,082	16,815,781	1,391,975	330,573	308,772	562,493
Mortgages, notes, and bonds payable in 1 year or more.....	18,374,413	19,744,645	11,497,193	46,261,265	5,159,826	795,142	660,920	724,310
Other liabilities.....	2,840,669	3,017,706	1,273,560	7,628,135	992,932	112,755	106,495	161,883
Net worth, total.....	25,600,695	20,587,492	22,882,346	118,697,096	10,423,904	3,271,390	3,003,650	4,147,635
Capital stock.....	1,475,775	2,942,305	1,789,364	6,612,343	553,854	155,324	137,875	217,730
Paid-in or capital surplus.....	4,213,695	7,766,074	4,184,992	18,370,693	1,040,879	490,744	333,911	222,639
Retained earnings unappropriated.....	20,653,405	11,415,274	18,719,959	100,513,168	9,427,152	2,742,546	2,712,657	3,796,155
Adjustments to shareholders' equity <sup>2</sup> .....	-46,146	-288,594	-229,606	-523,135	-127,635	-19,061	6,911	11,655
Less: Cost of treasury stock.....	696,033	1,247,566	1,582,363	6,275,972	470,346	98,164	187,705	100,544

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued							
	Leather and allied product manufacturing	Wood product manufacturing	Paper manufacturing	Printing and related support activities	Petroleum and coal products manufacturing	Chemical manufacturing	Plastics and rubber products manufacturing	Nonmetallic mineral product manufacturing
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
Number of returns.....	1,147	7,329	2,129	20,044	978	4,528	5,807	6,350
Number of shareholders.....	1,834	14,124	4,265	47,930	3,003	14,613	16,142	14,291
Total assets.....	1,639,901	14,974,745	10,693,341	14,703,555	3,225,669	11,082,701	18,299,176	11,360,411
Cash.....	143,464	1,307,611	743,067	1,864,672	279,195	1,283,691	1,515,434	900,599
Notes and accounts receivable.....	533,914	2,473,322	1,876,244	3,385,965	688,912	2,948,423	4,463,575	2,371,328
Less: Allowance for bad debts.....	20,990	46,815	42,834	51,899	9,079	62,334	78,598	36,147
Inventories.....	514,470	3,089,128	1,431,243	1,295,667	316,082	2,165,374	3,500,331	1,778,945
Investments in Government obligations.....	--	29,516	11,152	94,442	5,158	2,501	9,429	103,869
Tax-exempt securities.....	--	5,230	128,904	12,409	8,842	30,132	168,508	25,782
Other current assets.....	113,443	697,005	395,609	380,384	161,461	573,750	597,107	325,536
Loans to shareholders.....	13,798	68,975	82,711	243,892	12,954	157,928	57,578	134,298
Mortgage and real estate loans.....	--	79,031	29,008	*26,106	3,594	8,383	9,026	17,817
Other investments.....	132,231	1,053,919	1,242,674	796,447	442,252	920,293	1,513,878	560,346
Depreciable assets.....	452,303	11,123,925	9,987,345	16,578,160	2,003,639	6,851,617	15,978,379	11,661,744
Less: Accumulated depreciation.....	264,143	7,295,764	6,220,700	10,710,179	1,050,046	4,348,638	10,314,290	7,391,494
Depletable assets.....	--	1,454,268	444,835	*2,212	39,680	512	218	23,957
Less: Accumulated depletion.....	--	63,565	173	*774	10,078	425	39	6,281
Land.....	5,662	402,090	121,771	140,587	241,576	170,396	217,930	502,563
Intangible assets (amortizable).....	14,012	349,266	349,889	877,584	63,363	420,999	571,877	290,374
Less: Accumulated amortization.....	4,013	85,413	85,840	412,021	12,976	124,081	158,579	61,442
Other assets.....	5,751	333,017	198,435	179,901	41,140	84,179	247,412	158,617
Total liabilities and shareholders' equity.....	1,639,901	14,974,745	10,693,341	14,703,555	3,225,669	11,082,701	18,299,176	11,360,411
Accounts payable.....	261,767	1,199,146	1,119,633	1,914,768	435,519	1,372,383	2,340,833	1,110,980
Mortgages, notes, and bonds payable in less than 1 year.....	99,274	1,501,457	760,533	1,384,597	287,709	860,472	1,688,816	1,043,317
Other current liabilities.....	243,206	1,028,450	612,855	1,079,355	213,805	1,050,498	1,328,639	555,946
Loans from shareholders.....	75,740	496,864	761,953	916,751	369,502	834,061	690,836	585,751
Mortgages, notes, and bonds payable in 1 year or more.....	70,307	2,789,619	2,686,421	3,957,134	649,836	1,762,069	2,797,757	2,523,003
Other liabilities.....	23,947	336,850	444,299	179,921	293,788	188,051	433,160	126,574
Net worth, total.....	865,661	7,622,358	4,307,648	5,271,029	975,510	5,015,167	9,019,134	5,414,838
Capital stock.....	7,783	333,782	403,365	431,827	57,995	243,154	275,552	185,485
Paid-in or capital surplus.....	12,641	1,226,050	3,279,647	547,062	333,736	647,854	655,780	1,284,786
Retained earnings unappropriated.....	925,205	6,504,926	749,777	4,622,260	577,163	4,352,587	8,395,756	4,086,289
Adjustments to shareholders' equity <sup>2</sup> .....	1,009	-38,338	-23,848	-33,906	59,088	-23,011	-17,239	-22,436
Less: Cost of treasury stock.....	*80,977	404,062	101,293	296,214	52,472	205,417	290,714	119,287

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued							
	Primary metal manufacturing	Fabricated metal product manufacturing	Machinery manufacturing	Computer and electronic product manufacturing	Electrical equipment, appliance, and component manufacturing	Transportation equipment manufacturing	Furniture and related product manufacturing	Miscellaneous manufacturing
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
Number of returns.....	4,819	28,543	10,282	5,493	2,664	5,358	6,033	21,158
Number of shareholders.....	11,875	58,284	26,314	14,718	8,441	11,628	11,015	41,267
Total assets.....	12,658,602	42,548,083	17,970,643	11,831,291	11,023,167	14,547,525	7,132,815	19,030,214
Cash.....	1,019,493	4,635,584	2,025,981	1,620,696	1,073,570	1,301,361	671,472	1,805,329
Notes and accounts receivable.....	3,037,327	10,564,501	4,142,608	3,328,977	2,291,573	3,213,081	1,882,542	5,395,963
Less: Allowance for bad debts.....	99,081	142,528	52,651	46,169	40,974	55,455	44,068	104,707
Inventories.....	2,340,297	7,562,702	4,269,268	2,413,992	2,351,149	3,397,823	1,901,601	4,987,445
Investments in Government obligations.....	6,747	139,323	81,272	17,427	33,769	170,040	17	*31,240
Tax-exempt securities.....	24,580	122,516	191,961	58,598	45,653	172,240	34,797	41,323
Other current assets.....	467,207	1,655,207	690,043	476,236	296,340	584,084	285,152	819,836
Loans to shareholders.....	108,517	606,357	185,379	206,220	159,104	465,917	74,088	255,384
Mortgage and real estate loans.....	4,759	22,388	2,743	2,186	430	16,498	125	7,242
Other investments.....	806,453	3,961,360	1,334,809	822,950	2,171,756	1,463,289	288,677	1,041,991
Depreciable assets.....	10,506,542	36,125,391	12,591,640	6,289,019	5,360,336	7,505,764	4,717,827	10,647,693
Less: Accumulated depreciation.....	6,570,977	24,427,423	8,437,136	4,127,123	3,383,320	4,376,344	2,998,864	6,963,106
Depletable assets.....	31,313	7,751	158	--	5,408	--	427	1,543
Less: Accumulated depletion.....	18,857	1,962	1	--	130	--	--	635
Land.....	258,432	611,864	321,269	150,388	142,946	177,807	116,406	192,426
Intangible assets (amortizable).....	320,489	813,351	487,416	625,250	298,955	330,207	183,594	930,096
Less: Accumulated amortization.....	114,445	333,103	168,191	106,145	61,573	84,824	67,935	356,698
Other assets.....	529,804	624,805	304,075	98,786	278,175	266,035	86,958	297,850
Total liabilities and shareholders' equity.....	12,658,602	42,548,083	17,970,643	11,831,291	11,023,167	14,547,525	7,132,815	19,030,214
Accounts payable.....	1,625,473	5,538,352	1,718,735	2,084,227	1,201,609	2,116,061	775,238	2,526,896
Mortgages, notes, and bonds payable in less than 1 year.....	1,023,039	4,469,178	1,788,210	668,442	647,850	1,810,265	625,842	2,092,856
Other current liabilities.....	935,662	2,838,149	1,521,129	952,055	984,334	1,507,695	884,451	1,644,508
Loans from shareholders.....	815,518	2,764,912	1,502,767	906,473	852,005	785,272	587,064	1,276,499
Mortgages, notes, and bonds payable in 1 year or more.....	2,802,853	7,170,602	2,327,702	1,346,259	1,778,280	2,338,299	970,149	2,950,779
Other liabilities.....	1,440,146	765,438	340,490	185,035	673,842	308,777	83,092	430,660
Net worth, total.....	4,015,911	19,001,454	8,771,610	5,688,799	4,885,247	5,681,156	3,206,980	8,108,016
Capital stock.....	405,941	1,036,551	648,342	278,698	166,849	281,512	113,717	677,006
Paid-in or capital surplus.....	857,328	1,952,053	661,870	1,269,215	203,616	1,666,067	359,171	1,325,641
Retained earnings unappropriated.....	3,090,465	17,742,771	7,981,168	4,455,626	4,756,857	4,133,404	2,769,714	6,690,692
Adjustments to shareholders' equity <sup>2</sup> .....	-120,606	9,571	-133,520	-1,412	-51,380	-6,187	451	6,758
Less: Cost of treasury stock.....	217,217	1,739,492	386,250	313,327	190,695	393,641	36,074	592,081

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade							
	Total	Wholesale trade				Retail trade		
		Total	Merchant wholesalers		Wholesale electronic markets and agents and brokers	Total	Motor vehicle dealers and parts dealers	Furniture and home furnishings stores
			Durable goods	Nondurable goods				
	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)
Number of returns.....	567,183	190,108	114,853	70,631	4,624	374,971	54,057	21,915
Number of shareholders.....	982,862	351,188	206,494	138,270	6,424	629,566	93,643	33,498
Total assets.....	505,665,554	227,741,370	127,494,670	99,864,110	382,590	277,490,802	131,504,312	11,840,584
Cash.....	51,636,618	22,470,888	11,004,198	11,345,985	120,705	29,156,929	11,745,328	1,015,290
Notes and accounts receivable.....	102,485,656	68,355,118	38,657,697	29,688,941	8,480	34,064,994	14,960,115	1,461,562
Less: Allowance for bad debts.....	1,579,642	1,036,442	654,335	382,107	--	542,964	147,690	35,777
Inventories.....	194,853,470	68,808,744	44,107,182	24,693,466	8,095	125,761,889	80,180,267	5,007,067
Investments in Government obligations.....	531,537	440,263	301,449	138,813	--	91,256	*20,524	*1,049
Tax-exempt securities.....	1,095,487	949,350	531,978	417,372	--	146,135	*12,203	--
Other current assets.....	18,838,667	10,168,993	4,889,444	5,279,332	218	8,658,006	2,876,426	584,492
Loans to shareholders.....	5,881,244	2,659,110	1,225,089	1,433,248	773	3,221,947	1,235,904	149,592
Mortgage and real estate loans.....	1,163,342	586,778	270,412	316,366	--	576,141	101,699	3,476
Other investments.....	26,920,966	15,550,423	6,971,395	8,385,152	193,877	11,346,563	2,935,249	368,697
Depreciable assets.....	172,645,571	69,420,847	38,036,195	31,312,159	72,493	103,184,930	26,173,097	5,269,430
Less: Accumulated depreciation.....	99,045,681	41,616,979	22,332,639	19,232,140	52,200	57,413,254	13,567,680	2,745,728
Depletable assets.....	194,568	187,298	92,882	*94,416	--	7,270	1,668	32
Less: Accumulated depletion.....	115,656	112,851	47,282	*65,569	--	2,806	1,174	--
Land.....	9,769,353	2,862,661	1,249,121	1,613,540	--	6,903,488	1,867,462	347,682
Intangible assets (amortizable).....	18,877,730	7,015,080	2,571,075	4,441,311	2,694	11,838,984	2,612,429	250,722
Less: Accumulated amortization.....	5,693,039	1,971,982	802,808	1,168,392	782	3,709,327	662,032	77,728
Other assets.....	7,205,363	3,004,071	1,423,617	1,552,217	28,238	4,200,621	1,160,518	240,726
Total liabilities and shareholders' equity.....	505,665,554	227,741,370	127,494,670	99,864,110	382,590	277,490,802	131,504,312	11,840,584
Accounts payable.....	91,041,841	55,370,609	29,592,687	25,767,690	10,231	35,630,936	8,924,560	2,110,422
Mortgages, notes, and bonds payable in less than 1 year.....	111,650,104	30,484,030	18,025,062	12,406,339	52,630	81,138,839	70,324,126	842,709
Other current liabilities.....	35,820,299	15,813,404	9,108,287	6,692,786	12,331	19,990,259	7,658,429	1,727,459
Loans from shareholders.....	37,715,097	14,145,520	7,620,996	6,425,163	99,361	23,186,343	7,279,630	1,095,184
Mortgages, notes, and bonds payable in 1 year or more.....	71,984,376	28,416,894	15,223,844	13,070,048	123,002	43,561,890	13,311,143	2,273,060
Other liabilities.....	7,262,171	2,932,655	1,771,445	1,159,370	1,840	4,329,411	1,375,473	319,256
Net worth, total.....	150,191,666	80,578,259	46,152,350	34,342,713	83,195	69,653,124	22,630,951	3,472,493
Capital stock.....	16,697,497	5,606,650	2,807,352	2,788,133	11,166	11,075,834	4,218,785	375,290
Paid-in or capital surplus.....	31,992,673	9,452,027	5,474,954	3,948,508	28,565	21,788,308	5,965,941	1,570,972
Retained earnings unappropriated.....	109,612,186	69,800,878	40,972,023	28,781,589	47,267	40,617,003	13,955,984	1,618,632
Adjustments to shareholders' equity <sup>2</sup> .....	-547,117	-419,603	-441,652	22,050	--	-127,515	-75,720	-11,051
Less: Cost of treasury stock.....	7,563,573	3,861,694	2,660,326	1,197,566	3,802	3,700,506	1,434,039	81,350

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade--continued							
	Retail trade--continued							
	Electronics and appliance stores	Building material and garden equipment and supplies dealers	Food and beverage stores	Health and personal care stores	Gasoline stations	Clothing and clothing accessories stores	Sporting goods, hobby, book, and music stores	General merchandise stores
	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)
Number of returns.....	19,412	22,399	58,459	22,786	23,059	30,032	21,410	7,596
Number of shareholders.....	28,405	37,240	107,543	34,855	41,123	47,264	35,039	11,621
Total assets.....	8,781,570	22,383,366	25,543,284	7,673,374	18,100,635	9,659,308	8,696,960	4,278,011
Cash.....	1,679,327	1,732,371	3,005,848	1,466,424	1,984,696	1,305,866	927,471	388,190
Notes and accounts receivable.....	2,107,236	4,486,001	1,332,764	1,107,178	1,828,692	640,748	830,130	485,845
Less: Allowance for bad debts.....	65,236	76,377	11,117	18,345	13,466	10,620	32,598	*9,221
Inventories.....	2,016,899	7,782,533	5,891,924	2,261,941	2,148,912	5,244,084	4,419,153	1,800,828
Investments in Government obligations.....	250	33,295	*19,469	--	*3,618	2,422	--	6,585
Tax-exempt securities.....	37,651	4,163	36,937	3,397	3,921	32,632	3,153	1,199
Other current assets.....	466,030	509,944	1,024,918	349,607	537,250	291,575	137,346	81,035
Loans to shareholders.....	104,931	148,093	248,365	190,710	122,815	139,002	22,701	135,226
Mortgage and real estate loans.....	1,169	140,360	109,788	--	14,618	*17,062	552	--
Other investments.....	372,717	1,597,492	1,382,053	616,866	868,132	294,709	684,765	359,590
Depreciable assets.....	3,047,114	10,778,620	18,144,092	3,078,485	14,468,899	3,358,815	2,820,640	1,667,957
Less: Accumulated depreciation.....	1,699,864	5,985,624	10,234,183	1,860,895	7,438,002	2,004,221	1,556,076	903,329
Depletable assets.....	1	4,587	839	--	*142	--	--	--
Less: Accumulated depletion.....	1	1,602	--	--	*28	--	--	--
Land.....	130,663	641,841	873,317	88,326	2,302,940	55,670	160,169	57,764
Intangible assets (amortizable).....	647,450	386,376	3,693,844	447,459	1,561,423	392,929	302,124	119,853
Less: Accumulated amortization.....	186,436	107,786	1,083,433	221,468	512,393	219,683	83,374	40,810
Other assets.....	121,669	309,076	1,107,858	163,688	218,467	118,317	60,804	127,298
Total liabilities and shareholders' equity.....	8,781,570	22,383,366	25,543,284	7,673,374	18,100,635	9,659,308	8,696,960	4,278,011
Accounts payable.....	2,631,519	3,844,996	3,568,669	1,621,124	2,659,605	2,481,075	1,940,824	644,119
Mortgages, notes, and bonds payable in less than 1 year.....	658,003	1,841,811	1,402,288	157,372	466,597	854,279	873,827	285,212
Other current liabilities.....	1,048,016	1,572,297	1,892,414	579,065	1,002,816	736,899	569,108	340,185
Loans from shareholders.....	746,122	1,665,623	3,044,041	805,093	1,409,819	1,246,302	1,463,417	391,413
Mortgages, notes, and bonds payable in 1 year or more.....	1,277,384	2,854,266	7,350,069	1,314,591	6,591,203	1,255,901	1,320,292	802,496
Other liabilities.....	196,557	329,680	582,996	307,249	484,207	85,649	125,278	145,988
Net worth, total.....	2,223,970	10,274,694	7,702,807	2,888,879	5,486,387	2,999,203	2,404,213	1,668,597
Capital stock.....	299,642	812,047	1,675,978	400,361	611,401	547,166	414,405	239,730
Paid-in or capital surplus.....	446,299	888,341	1,872,353	580,747	1,000,694	872,015	1,971,800	2,323,878
Retained earnings unappropriated.....	1,697,876	8,793,339	4,683,710	2,087,293	4,101,294	1,713,108	186,299	-880,764
Adjustments to shareholders' equity <sup>2</sup> .....	-178,126	125,404	-49,340	*8,091	11,804	12,114	*-14,079	34,865
Less: Cost of treasury stock.....	41,720	344,438	479,894	187,614	238,807	145,199	154,212	*49,113

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade--continued			Transportation and warehousing				
	Retail trade--continued		Wholesale and retail trade not allocable	Total	Air, rail, and water transportation	Truck transportation	Transit and ground passenger transportation	Pipeline transportation
	Miscellaneous store retailers	Nonstore retailers						
	(49)	(50)	(51)	(52)	(53)	(54)	(55)	(56)
Number of returns.....	64,091	29,756	*2,104	103,350	8,725	56,325	12,025	*354
Number of shareholders.....	110,782	48,553	*2,107	171,332	12,494	92,114	16,076	*537
Total assets.....	15,892,540	13,136,858	*433,382	53,204,171	12,315,981	23,565,493	3,478,002	*986,746
Cash.....	1,949,388	1,956,730	*8,801	4,963,880	1,092,470	2,170,143	319,577	*93,447
Notes and accounts receivable.....	2,312,025	2,512,699	*65,545	9,235,071	1,010,351	4,781,130	579,720	*167,479
Less: Allowance for bad debts.....	48,545	73,973	*235	141,905	17,875	82,582	*10,047	--
Inventories.....	6,381,061	2,627,218	*282,838	826,410	170,552	232,979	12,412	*36,380
Investments in Government obligations.....	*3,550	494	19	53,760	4,911	44,320	--	--
Tax-exempt securities.....	*9,980	898	2	17,570	856	--	--	--
Other current assets.....	964,594	834,788	*11,667	2,940,903	505,030	1,357,734	196,416	*19,256
Loans to shareholders.....	353,958	370,651	*186	1,394,341	62,490	797,678	97,172	*62,574
Mortgage and real estate loans.....	*181,542	5,875	*423	326,378	*69,407	*80,831	522	--
Other investments.....	375,274	1,491,018	*23,980	4,082,112	1,020,966	1,499,718	89,341	*243,465
Depreciable assets.....	6,990,516	7,387,265	*39,793	61,944,191	14,394,759	30,924,800	3,774,506	*559,840
Less: Accumulated depreciation.....	4,525,029	4,892,624	*15,447	35,472,769	6,424,244	19,098,551	2,246,369	*252,850
Depletable assets.....	--	1	--	2,432	56	2,295	--	--
Less: Accumulated depletion.....	--	1	--	2,369	38	2,276	--	--
Land.....	304,424	73,231	*3,204	966,271	134,992	411,778	53,292	555
Intangible assets (amortizable).....	805,057	619,318	*23,666	1,643,038	81,905	277,696	721,855	*95,160
Less: Accumulated amortization.....	289,594	224,591	*11,730	410,841	32,690	104,444	155,045	*33,932
Other assets.....	124,339	447,861	*671	835,700	242,082	272,243	44,651	-4,628
Total liabilities and shareholders' equity.....	15,892,540	13,136,858	*433,382	53,204,171	12,315,981	23,565,493	3,478,002	*986,746
Accounts payable.....	2,587,770	2,616,252	*40,297	4,634,932	670,668	2,185,803	233,344	*38,848
Mortgages, notes, and bonds payable in less than 1 year.....	2,071,665	1,360,949	27,234	6,399,039	692,914	4,268,532	387,754	*15,571
Other current liabilities.....	1,665,895	1,197,676	*16,636	3,527,767	819,427	1,530,947	277,520	*48,815
Loans from shareholders.....	2,177,784	1,861,915	*383,234	7,285,044	2,383,018	1,387,285	192,926	*208,851
Mortgages, notes, and bonds payable in 1 year or more.....	3,060,567	2,150,918	5,592	17,389,731	5,022,826	7,641,633	1,787,999	*100,411
Other liabilities.....	205,773	171,306	*106	1,125,019	181,982	301,238	69,665	*363,716
Net worth, total.....	4,123,087	3,777,843	*-39,716	12,842,639	2,545,146	6,250,055	528,793	*210,535
Capital stock.....	1,038,334	442,695	*15,013	1,186,101	482,190	301,015	100,277	*329
Paid-in or capital surplus.....	2,508,639	1,786,628	*752,338	8,486,058	5,558,918	1,108,324	143,801	*44,305
Retained earnings unappropriated.....	871,366	1,788,865	*-805,694	3,629,102	-3,632,815	5,089,154	397,130	*164,149
Adjustments to shareholders' equity <sup>2</sup> .....	-34,231	42,755	--	378,025	250,297	77,788	*-1,091	2,794
Less: Cost of treasury stock.....	261,020	283,100	*1,373	836,647	113,445	326,226	*111,324	1,043

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Transportation and warehousing--continued		Information					
	Other transportation and support activities	Warehousing and storage	Total	Publishing industries (except Internet)	Motion picture and sound recording industries	Broadcasting (except Internet)	Internet publishing and broadcasting	Telecommunications
	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)
Number of returns.....	22,357	3,563	66,683	17,282	20,261	4,772	2,034	9,397
Number of shareholders.....	39,911	10,202	116,054	32,939	27,670	8,158	2,938	20,749
Total assets.....	7,695,691	5,162,258	46,145,744	19,571,400	5,071,720	8,638,853	*840,247	9,997,760
Cash.....	780,646	507,597	5,756,668	2,449,887	843,175	644,652	*35,643	1,239,500
Notes and accounts receivable.....	2,086,611	609,781	5,705,896	2,936,063	543,997	671,574	*13,044	1,205,459
Less: Allowance for bad debts.....	28,128	3,273	309,694	169,898	36,346	18,776	37	82,551
Inventories.....	230,123	143,964	982,308	591,487	227,649	9,671	16	141,015
Investments in Government obligations.....	--	4,529	131,429	52,055	60,670	11,154	--	*7,550
Tax-exempt securities.....	16,015	699	698,615	210,719	37,878	441,957	--	4,266
Other current assets.....	617,185	245,282	2,575,986	1,200,459	337,063	392,386	*1,121	530,729
Loans to shareholders.....	225,695	148,732	865,299	681,725	21,798	35,582	--	91,620
Mortgage and real estate loans.....	*34,794	*140,823	9,161	3,273	3,863	1,219	--	806
Other investments.....	565,179	663,442	15,235,848	6,495,385	1,002,984	2,337,131	763,222	4,443,569
Depreciable assets.....	7,618,886	4,671,399	21,592,692	8,457,625	4,563,313	3,387,977	*28,811	3,984,603
Less: Accumulated depreciation.....	5,025,822	2,424,933	14,142,636	5,779,114	3,443,426	2,193,106	*2,610	2,159,208
Depletable assets.....	1	79	*27,833	--	--	--	--	*27,833
Less: Accumulated depletion.....	1	54	*27,326	--	--	--	--	*27,326
Land.....	144,805	220,848	692,413	237,966	137,286	148,876	--	138,600
Intangible assets (amortizable).....	391,856	74,566	6,854,818	2,331,025	1,000,184	3,025,618	617	309,533
Less: Accumulated amortization.....	63,305	21,426	2,427,873	1,009,119	667,114	566,517	53	104,771
Other assets.....	101,150	180,203	1,924,306	881,861	438,745	309,455	*472	246,534
Total liabilities and shareholders' equity.....	7,695,691	5,162,258	46,145,744	19,571,400	5,071,720	8,638,853	*840,247	9,997,760
Accounts payable.....	1,207,678	298,591	2,934,549	1,275,191	274,744	118,421	*2,247	1,116,486
Mortgages, notes, and bonds payable in less than 1 year.....	663,408	370,859	2,371,862	1,161,760	302,353	292,427	111	368,332
Other current liabilities.....	618,495	232,563	5,538,597	3,502,764	386,714	661,589	*537	607,228
Loans from shareholders.....	2,993,536	119,428	5,649,647	1,115,525	1,666,701	900,994	*39,997	702,379
Mortgages, notes, and bonds payable in 1 year or more.....	1,532,691	1,304,172	8,201,956	2,010,297	742,973	3,444,567	*4,833	1,825,702
Other liabilities.....	68,838	139,580	2,559,575	1,690,870	215,895	182,578	685	414,337
Net worth, total.....	611,046	2,697,065	18,889,558	8,814,994	1,482,341	3,038,276	*791,837	4,963,298
Capital stock.....	156,626	145,664	2,080,603	1,001,550	107,173	254,975	*1,345	392,334
Paid-in or capital surplus.....	973,353	657,357	8,281,572	1,918,949	2,206,199	1,360,999	*1,023,243	1,013,351
Retained earnings unappropriated.....	-486,954	2,098,437	6,349,286	6,169,183	-778,402	1,180,085	*-232,751	1,237,484
Adjustments to shareholders' equity <sup>2</sup> .....	7,467	40,770	2,928,143	281,782	*-43,593	312,362	--	2,371,890
Less: Cost of treasury stock.....	39,447	245,163	750,046	556,470	9,037	70,145	--	51,761

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Information--continued		Finance and insurance					
	Internet service providers, web search portals, and data processing services	Other information services	Total	Depository credit inter-mediation	Non-depository credit inter-mediation	Securities, commodity contracts, and other financial investments and related activities	Insurance carriers and related activities	Other financial vehicles and investment companies
	(65)	(66)	(67)	(68)	(69)	(70)	(71)	(72)
Number of returns.....	7,395	5,543	135,308	1,326	32,944	29,560	63,809	7,671
Number of shareholders.....	15,907	7,693	222,606	10,862	56,313	47,872	93,622	13,936
Total assets.....	1,225,891	799,873	192,117,404	63,692,709	56,239,874	47,052,635	19,364,817	5,767,368
Cash.....	329,943	213,868	21,828,287	3,001,281	5,568,563	6,146,796	6,354,418	757,229
Notes and accounts receivable.....	149,158	186,601	55,519,676	24,641,428	21,214,552	4,918,908	4,445,624	299,164
Less: Allowance for bad debts.....	925	*1,161	991,368	352,227	576,021	9,785	52,452	883
Inventories.....	10,701	*1,770	10,519	3,129	--	--	--	7,390
Investments in Government obligations.....	--	--	11,303,187	7,697,684	*58,858	3,500,764	22,102	23,777
Tax-exempt securities.....	--	3,796	2,259,626	1,608,217	*137,683	241,412	8,310	264,004
Other current assets.....	82,559	31,669	17,969,272	863,907	3,863,565	10,548,289	1,973,054	720,457
Loans to shareholders.....	*9,854	*24,719	1,553,780	382	328,081	523,542	619,661	82,114
Mortgage and real estate loans.....	--	--	34,864,815	15,727,117	18,430,659	479,099	36,314	*191,626
Other investments.....	95,212	*98,345	30,173,952	5,854,240	2,679,927	17,008,510	1,602,659	3,028,616
Depreciable assets.....	760,607	409,756	14,571,020	1,552,880	3,378,402	4,277,849	5,180,274	181,615
Less: Accumulated depreciation.....	341,018	224,154	8,436,248	723,559	1,795,268	2,519,690	3,286,482	111,249
Depletable assets.....	--	--	6,082	--	--	6,082	--	--
Less: Accumulated depletion.....	--	--	1,943	--	--	1,943	--	--
Land.....	*27,608	*2,077	508,722	206,158	100,388	126,501	73,918	1,757
Intangible assets (amortizable).....	124,951	62,888	4,303,791	271,672	1,030,511	394,779	2,589,379	17,450
Less: Accumulated amortization.....	37,275	43,024	1,604,440	60,025	348,469	160,982	1,031,905	3,059
Other assets.....	14,517	32,722	8,278,672	3,400,425	2,168,441	1,572,502	829,945	307,359
Total liabilities and shareholders' equity.....	1,225,891	799,873	192,117,404	63,692,709	56,239,874	47,052,635	19,364,817	5,767,368
Accounts payable.....	82,052	65,408	18,435,507	3,350,080	2,985,391	6,750,784	5,247,411	101,840
Mortgages, notes, and bonds payable in less than 1 year.....	114,604	*132,275	29,345,624	4,008,198	21,035,401	2,550,797	1,611,729	139,499
Other current liabilities.....	311,322	68,443	68,378,170	46,742,189	5,401,084	12,172,716	4,010,775	51,405
Loans from shareholders.....	573,099	*650,952	6,060,690	126,988	2,372,590	2,175,358	805,843	579,911
Mortgages, notes, and bonds payable in 1 year or more.....	145,948	27,637	19,250,253	2,085,721	8,421,878	4,386,196	3,752,788	603,671
Other liabilities.....	38,948	16,264	11,685,792	628,986	6,756,897	3,246,801	729,495	323,613
Net worth, total.....	-40,081	-161,107	38,961,367	6,750,546	9,266,632	15,769,985	3,206,776	3,967,429
Capital stock.....	268,021	55,204	3,326,851	449,575	968,201	1,262,275	262,707	384,093
Paid-in or capital surplus.....	722,976	35,855	18,965,779	1,282,182	2,993,335	8,994,710	1,086,968	4,608,583
Retained earnings unappropriated.....	-1,026,680	-199,633	17,815,740	4,925,934	5,512,026	5,741,347	2,672,402	-1,035,969
Adjustments to shareholders' equity <sup>2</sup> .....	*7,266	-1,565	391,975	172,698	56,151	96,942	32,907	33,278
Less: Cost of treasury stock.....	11,664	*50,968	1,538,977	79,843	263,081	325,289	848,209	22,556

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Real estate and rental and leasing				Professional, scientific, and technical services	Management of companies (holding companies)
	Total	Real estate	Rental and leasing services	Lessors of nonfinancial intangible assets (except copyrighted works)		
	(73)	(74)	(75)	(76)	(77)	(78)
Number of returns.....	372,205	339,648	31,786	771	512,862	22,430
Number of shareholders.....	773,803	717,435	55,134	1,234	754,832	98,462
Total assets.....	231,628,147	207,730,942	23,500,914	396,292	78,989,541	253,118,563
Cash.....	19,987,399	18,148,470	1,797,035	41,894	18,983,849	12,894,317
Notes and accounts receivable.....	11,077,789	8,452,833	2,601,256	23,700	16,488,666	132,729,365
Less: Allowance for bad debts.....	161,039	70,581	86,461	3,997	405,696	1,799,186
Inventories.....	1,045,419	176,433	868,115	*871	2,322,548	14,205
Investments in Government obligations.....	745,008	736,105	8,903	--	329,570	29,025,275
Tax-exempt securities.....	295,329	267,326	*27,891	112	244,226	9,326,756
Other current assets.....	17,623,502	16,108,509	1,503,181	11,811	6,828,354	6,311,335
Loans to shareholders.....	7,328,088	6,946,589	375,370	6,130	3,551,998	739,025
Mortgage and real estate loans.....	3,904,003	3,857,396	46,607	--	314,669	6,148,861
Other investments.....	28,216,090	26,156,644	1,868,720	190,727	9,973,086	49,418,015
Depreciable assets.....	164,230,464	133,743,368	30,432,351	54,745	40,631,211	7,273,345
Less: Accumulated depreciation.....	62,054,646	44,624,223	17,402,267	28,156	27,737,302	3,343,706
Depletable assets.....	21,422	21,422	--	--	*22,556	5,318
Less: Accumulated depletion.....	3,952	3,952	--	--	336	2,031
Land.....	31,723,093	31,323,908	397,507	1,678	1,090,687	934,864
Intangible assets (amortizable).....	3,700,394	3,246,151	287,483	166,760	4,846,027	1,564,368
Less: Accumulated amortization.....	1,345,866	1,190,862	82,805	*72,199	1,499,168	309,943
Other assets.....	5,295,650	4,435,407	858,027	2,216	3,004,595	2,188,378
Total liabilities and shareholders' equity.....	231,628,147	207,730,942	23,500,914	396,292	78,989,541	253,118,563
Accounts payable.....	4,799,463	3,884,180	914,012	*1,270	8,590,370	22,733,994
Mortgages, notes, and bonds payable in less than 1 year.....	13,342,217	10,798,617	2,527,103	16,496	7,377,229	5,081,369
Other current liabilities.....	9,838,389	8,825,917	1,002,142	*10,330	12,633,408	155,199,396
Loans from shareholders.....	30,039,220	26,562,299	3,459,434	*17,487	13,956,487	2,086,254
Mortgages, notes, and bonds payable in 1 year or more.....	105,255,969	95,167,169	9,995,140	93,660	11,933,229	7,885,086
Other liabilities.....	10,532,592	9,984,205	475,744	72,643	4,081,305	3,993,874
Net worth, total.....	57,820,298	52,508,555	5,127,338	184,405	20,417,513	56,138,588
Capital stock.....	10,815,619	10,142,811	651,272	21,536	3,718,420	3,571,842
Paid-in or capital surplus.....	33,009,256	28,101,978	4,895,507	11,771	11,977,991	29,466,925
Retained earnings unappropriated.....	16,844,032	16,856,609	-170,608	158,031	7,141,358	23,886,205
Adjustments to shareholders' equity <sup>2</sup> .....	147,232	148,920	-966	-721	-672,765	570,937
Less: Cost of treasury stock.....	2,995,841	2,741,763	247,867	6,211	1,747,490	1,357,321

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Administrative and support and waste management and remediation services			Educational services	Health care and social assistance			
	Total	Administrative and support services	Waste management and remediation services		Total	Offices of health practitioners and outpatient care centers	Miscellaneous health care and social assistance	Hospitals, nursing, and residential care facilities
	(79)	(80)	(81)	(82)	(83)	(84)	(85)	(86)
Number of returns.....	167,901	159,938	7,963	27,480	207,560	161,945	32,803	12,813
Number of shareholders.....	255,407	240,167	15,240	38,686	298,005	214,632	55,452	27,921
Total assets.....	36,641,334	29,868,030	6,773,304	4,446,501	37,205,358	19,451,136	6,785,847	10,968,375
Cash.....	6,591,902	5,918,773	673,129	977,399	7,483,866	5,846,177	852,035	785,654
Notes and accounts receivable.....	7,548,051	6,215,238	1,332,813	1,101,569	4,599,858	1,511,185	1,233,895	1,854,778
Less: Allowance for bad debts.....	102,504	70,869	31,635	21,835	332,107	153,011	46,954	132,142
Inventories.....	957,222	714,616	242,606	105,881	401,161	206,628	158,375	36,158
Investments in Government obligations.....	*23,832	*13,464	10,367	343	7,270	3,635	—	3,635
Tax-exempt securities.....	171,534	*151,071	20,463	--	*24,719	*17,032	1,393	6,293
Other current assets.....	3,981,038	3,431,174	549,864	149,460	2,078,909	855,121	548,905	674,884
Loans to shareholders.....	1,830,810	1,726,794	104,016	192,585	2,848,486	2,029,466	384,183	434,837
Mortgage and real estate loans.....	210,278	201,822	8,455	*35,981	27,441	1,083	2,907	*23,451
Other investments.....	3,358,478	3,017,252	341,226	121,292	2,485,121	1,281,604	643,296	560,221
Depreciable assets.....	25,868,423	19,498,792	6,369,631	2,701,232	33,110,048	17,963,287	5,836,076	9,310,686
Less: Accumulated depreciation.....	17,330,649	13,171,080	4,159,570	1,476,716	19,309,928	12,217,890	3,391,222	3,700,816
Depletable assets.....	20,550	6,275	14,276	*4,106	*37,144	*27,152	*9,982	10
Less: Accumulated depletion.....	6,576	3,261	3,315	*3,880	*1,499	*1,488	—	10
Land.....	1,048,976	444,617	604,358	154,146	953,405	194,559	200,467	558,379
Intangible assets (amortizable).....	2,590,860	1,724,309	866,551	287,097	3,758,310	2,619,483	694,400	444,427
Less: Accumulated amortization.....	1,098,843	557,217	541,626	108,690	1,370,316	831,949	310,720	227,648
Other assets.....	977,953	606,259	371,693	226,530	403,470	99,062	-31,170	335,579
Total liabilities and shareholders' equity.....	36,641,334	29,868,030	6,773,304	4,446,501	37,205,358	19,451,136	6,785,847	10,968,375
Accounts payable.....	3,831,906	3,324,246	507,660	249,000	2,268,175	676,256	438,994	1,152,924
Mortgages, notes, and bonds payable in less than 1 year.....	4,899,390	4,286,289	613,101	187,156	4,031,636	1,919,033	1,312,806	799,796
Other current liabilities.....	5,268,962	4,336,035	932,927	1,102,071	4,932,695	2,630,177	1,067,728	1,234,790
Loans from shareholders.....	4,723,598	4,053,280	670,318	1,058,492	5,482,887	2,928,784	556,803	1,997,301
Mortgages, notes, and bonds payable in 1 year or more.....	7,944,992	5,729,796	2,215,196	853,744	13,990,621	5,988,314	1,850,523	6,151,784
Other liabilities.....	1,789,834	1,191,864	597,969	80,840	738,964	158,697	49,551	530,715
Net worth, total.....	8,182,652	6,946,519	1,236,133	915,198	5,760,381	5,149,874	1,509,442	-898,935
Capital stock.....	1,212,138	998,421	213,717	127,336	1,280,994	765,339	343,263	172,392
Paid-in or capital surplus.....	3,432,408	3,039,643	392,765	693,628	2,307,095	914,175	797,773	595,147
Retained earnings unappropriated.....	4,510,057	3,746,113	763,944	255,127	2,834,193	3,735,881	438,132	-1,339,820
Adjustments to shareholders' equity <sup>2</sup> .....	-301,997	-304,774	2,777	-113,990	-34,755	9,460	*-2,497	-41,719
Less: Cost of treasury stock.....	669,954	532,885	137,069	46,902	627,146	274,980	67,229	284,936

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Arts, entertainment, and recreation			Accommodation and food services		
	Total	Other arts, entertainment, and recreation	Amusement, gambling, and recreation industries	Total	Accommodation	Food services and drinking places
	(87)	(88)	(89)	(90)	(91)	(92)
Number of returns.....	73,598	39,330	34,268	187,737	26,035	161,702
Number of shareholders.....	125,733	59,208	66,524	384,059	83,701	300,358
Total assets.....	26,078,213	9,735,568	16,342,645	74,694,231	31,628,353	43,065,878
Cash.....	4,065,829	2,167,242	1,898,587	7,146,231	1,909,776	5,236,455
Notes and accounts receivable.....	1,496,856	760,726	736,130	3,205,938	1,035,159	2,170,779
Less: Allowance for bad debts.....	14,898	6,172	8,727	73,501	44,403	29,098
Inventories.....	742,057	365,890	376,167	2,218,532	228,276	1,990,256
Investments in Government obligations.....	24,634	23,147	1,487	*134,494	*112,120	*22,374
Tax-exempt securities.....	39,114	25,255	13,859	*25,386	*25,194	193
Other current assets.....	1,393,306	764,770	628,536	3,842,549	1,672,294	2,170,255
Loans to shareholders.....	526,604	254,325	272,279	1,713,710	663,011	1,050,699
Mortgage and real estate loans.....	159,067	*131,098	*27,969	389,255	359,524	*29,731
Other investments.....	2,441,027	1,195,010	1,246,017	4,372,331	2,230,464	2,141,867
Depreciable assets.....	24,184,202	5,080,287	19,103,915	78,344,713	31,142,489	47,202,224
Less: Accumulated depreciation.....	13,758,909	2,722,637	11,036,272	39,853,972	12,553,206	27,300,766
Depletable assets.....	99	--	99	*80,579	6,528	*74,051
Less: Accumulated depletion.....	58	--	58	*60,273	15	*60,258
Land.....	2,203,587	235,174	1,968,413	5,681,798	3,592,813	2,088,985
Intangible assets (amortizable).....	3,397,349	2,539,043	858,306	8,813,244	1,202,917	7,610,328
Less: Accumulated amortization.....	1,924,783	1,710,338	214,445	3,021,449	491,681	2,529,768
Other assets.....	1,103,129	632,747	470,382	1,734,664	537,093	1,197,571
Total liabilities and shareholders' equity.....	26,078,213	9,735,568	16,342,645	74,694,231	31,628,353	43,065,878
Accounts payable.....	1,061,882	478,462	583,420	4,440,704	592,210	3,848,493
Mortgages, notes, and bonds payable in less than 1 year.....	2,323,794	1,068,725	1,255,069	4,704,470	1,864,373	2,840,097
Other current liabilities.....	2,938,933	1,527,610	1,411,324	5,247,858	1,320,668	3,927,189
Loans from shareholders.....	6,811,454	3,839,601	2,971,854	15,044,927	5,796,049	9,248,878
Mortgages, notes, and bonds payable in 1 year or more.....	8,456,036	1,640,415	6,815,621	34,514,334	17,454,675	17,059,659
Other liabilities.....	1,381,916	933,317	448,599	1,507,739	847,619	660,120
Net worth, total.....	3,104,197	247,438	2,856,759	9,234,200	3,752,758	5,481,441
Capital stock.....	1,063,260	98,002	965,258	4,511,898	1,912,762	2,599,136
Paid-in or capital surplus.....	8,911,699	3,985,568	4,926,131	12,270,625	6,825,582	5,445,042
Retained earnings unappropriated.....	-6,543,912	-3,782,926	-2,760,986	-5,853,513	-4,640,123	-1,213,390
Adjustments to shareholders' equity <sup>2</sup> .....	-22,457	-21,336	-1,121	210,340	62,750	147,590
Less: Cost of treasury stock.....	304,393	*31,870	272,523	1,905,150	408,213	1,496,938

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 3.--S Corporations: Balance Sheets, by Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Other services			
	Total	Repair and maintenance	Personal and laundry services	Religious, grantmaking, civic, professional, and similar organizations
	(93)	(94)	(95)	(96)
Number of returns.....	195,716	102,338	92,556	*821
Number of shareholders.....	313,863	152,303	160,713	*847
Total assets.....	30,997,374	14,834,569	16,154,786	*8,019
Cash.....	4,063,104	2,059,666	2,001,265	*2,173
Notes and accounts receivable.....	3,398,798	1,997,525	1,401,227	45
Less: Allowance for bad debts.....	86,950	29,107	57,841	2
Inventories.....	2,283,589	1,756,427	527,162	--
Investments in Government obligations.....	*29,532	*1,822	27,710	--
Tax-exempt securities.....	*62,931	*8,970	53,961	--
Other current assets.....	1,325,612	450,732	873,990	889
Loans to shareholders.....	1,025,934	501,613	524,320	--
Mortgage and real estate loans.....	78,562	*49,247	*29,316	--
Other investments.....	1,731,834	353,492	1,377,557	785
Depreciable assets.....	28,347,255	13,905,269	14,441,505	481
Less: Accumulated depreciation.....	16,869,750	8,666,820	8,202,649	281
Depletable assets.....	*262,963	--	*262,963	--
Less: Accumulated depletion.....	*146,204	--	*146,204	--
Land.....	1,601,181	919,509	681,673	--
Intangible assets (amortizable).....	3,850,957	1,758,756	2,086,502	*5,700
Less: Accumulated amortization.....	1,222,122	484,813	735,539	*1,771
Other assets.....	1,260,148	252,280	1,007,868	--
Total liabilities and shareholders' equity.....	30,997,374	14,834,569	16,154,786	*8,019
Accounts payable.....	3,205,997	2,012,112	1,193,760	125
Mortgages, notes, and bonds payable in				
less than 1 year.....	2,127,837	1,105,419	1,022,418	--
Other current liabilities.....	2,401,868	1,160,771	1,235,968	5,129
Loans from shareholders.....	6,700,413	2,189,953	4,509,631	*829
Mortgages, notes, and bonds payable in				
1 year or more.....	10,155,714	5,698,969	4,456,745	--
Other liabilities.....	808,761	88,048	720,713	--
Net worth, total.....	5,596,782	2,579,297	3,015,551	*1,935
Capital stock.....	2,014,603	929,772	1,084,629	*203
Paid-in or capital surplus.....	3,239,566	1,274,763	1,963,705	1,098
Retained earnings unappropriated.....	1,421,998	825,487	595,877	*634
Adjustments to shareholders' equity <sup>2</sup> .....	6,968	-12,654	19,622	--
Less: Cost of treasury stock.....	1,086,353	438,071	648,282	--

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

<sup>1</sup> Includes returns not allocable by industrial group which are not shown separately.

<sup>2</sup> Adjustments to shareholders' equity were added to Form 1120S, *U.S. Tax Return for an S Corporation*, beginning in Tax Year 1997. Some examples of adjustments included in this field are unrealized gains and losses on securities held "available for sale"; foreign currency translation adjustments; the excess of additional pension liability over unrecognized prior service cost; guarantees of employee stock debt; and compensation related to employee stock award plans.

NOTE: Detail may not add to totals because of rounding.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts									
		Under \$25,000		\$25,000 under \$100,000		\$100,000 under \$250,000		\$250,000 under \$500,000		\$500,000 under \$1,000,000	
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>All industries <sup>1</sup></b>											
Number of returns.....	3,341,606	829,112	561,043	601,851	451,424	375,165	291,775	107,685	60,895	52,898	9,757
Number of shareholders.....	5,847,219	1,554,962	784,734	891,116	734,907	649,002	558,861	252,510	165,964	200,304	54,859
Total receipts <sup>2</sup> .....	4,232,565,964	12,854,180	34,707,120	101,156,434	164,133,276	268,746,940	453,325,584	380,630,873	424,509,024	1,115,580,928	1,276,921,604
Business receipts.....	4,152,365,102	3,597,273	33,202,688	98,279,601	161,809,980	266,103,613	447,091,390	374,820,065	417,694,515	1,097,039,336	1,252,726,641
Interest on Government obligations: State and local <sup>2</sup> .....	1,363,342	141,941	12,090	30,855	143,630	29,902	113,490	96,765	168,833	395,496	230,339
Net gain, noncapital assets.....	7,105,203	630,489	213,374	483,994	208,809	357,956	999,746	377,086	480,051	1,236,508	2,119,190
Other receipts.....	71,732,316	8,484,478	1,278,968	2,361,984	1,972,857	2,255,468	5,120,958	5,336,957	6,165,625	16,903,588	21,845,433
Total deductions.....	4,059,628,006	18,427,132	32,252,378	93,867,827	152,852,687	253,415,300	430,215,010	362,019,517	408,951,788	1,075,338,362	1,232,288,025
Cost of goods sold.....	2,576,430,390	1,003,537	6,604,580	25,273,886	52,015,320	101,557,407	219,917,746	198,573,154	255,782,771	765,637,218	950,084,771
Compensation of officers.....	160,754,610	1,702,219	4,235,750	12,852,163	16,824,780	21,188,487	27,830,183	20,463,863	15,667,806	26,521,714	13,467,644
Salaries and wages.....	449,732,962	2,693,180	2,241,561	11,108,682	23,540,794	43,368,279	61,680,182	54,161,344	48,384,801	105,627,726	96,946,412
Repairs.....	26,225,941	348,960	725,155	1,379,651	2,179,172	2,706,160	4,245,527	2,670,133	2,707,347	4,665,883	4,597,954
Bad debts.....	8,990,922	417,580	126,475	149,933	327,870	773,697	1,287,617	696,911	1,106,373	2,002,686	2,101,779
Rent paid on business property.....	112,505,390	918,932	2,426,341	6,590,175	10,142,791	13,369,054	16,233,015	13,110,022	11,652,989	20,872,793	17,189,277
Taxes paid.....	89,222,910	882,553	1,021,311	3,358,115	5,166,761	8,320,861	12,591,335	9,335,697	9,011,242	20,258,226	19,276,809
Interest paid.....	37,154,873	984,801	684,272	1,614,860	2,126,315	3,043,574	4,361,963	3,489,009	4,129,877	8,303,782	8,416,420
Amortization.....	5,712,477	199,127	118,331	292,720	404,231	485,543	622,816	378,671	445,867	1,067,820	1,697,351
Depreciation.....	82,261,523	1,619,617	2,170,167	3,972,501	4,251,617	6,346,134	9,293,270	8,062,622	8,866,886	17,792,951	19,885,755
Depletion.....	388,873	6,922	5,192	2,597	2,850	26,521	16,914	29,815	15,243	73,822	208,996
Advertising.....	40,398,858	196,635	466,234	1,254,127	2,274,690	3,615,166	4,732,043	3,275,867	3,833,323	9,370,079	11,380,694
Pension, profit-sharing, stock bonus, and annuity plans.....	17,974,203	212,745	203,511	938,519	1,396,418	1,730,015	2,232,043	1,730,015	1,794,455	4,169,195	3,563,517
Employee benefit programs.....	39,766,082	170,429	208,758	506,886	1,068,933	2,423,251	4,225,483	3,675,420	4,465,497	11,162,313	11,859,114
Net loss, noncapital assets.....	915,490	63,339	69,830	37,361	152,320	33,698	52,414	46,765	145,229	102,967	211,569
Other deductions.....	411,192,503	7,006,556	10,944,908	24,535,651	30,977,822	44,423,684	60,892,461	42,320,209	40,982,061	77,709,186	71,399,965
Total receipts less total deductions <sup>2</sup> .....	172,937,958	-5,752,952	2,454,743	7,288,606	11,280,589	15,331,640	23,110,574	18,611,356	15,567,256	40,242,566	44,633,578
Net income (less deficit) from a trade or business <sup>2</sup> .....	171,574,616	-5,714,893	2,442,653	7,257,751	11,136,959	15,301,738	22,997,084	18,514,591	15,388,423	39,847,070	44,403,239
Net income.....	236,674,565	6,012,192	6,837,216	12,979,064	16,976,830	22,335,646	31,590,166	23,296,305	20,219,214	47,238,885	49,189,049
Deficit.....	65,099,950	11,727,085	4,394,563	5,721,312	5,839,871	7,033,908	8,593,082	4,781,714	4,830,791	7,391,815	4,785,810
Portfolio income (less deficit) distributed to shareholders.....	34,779,288	11,424,938	804,652	1,423,963	790,739	826,558	2,385,532	3,058,988	2,013,364	5,564,863	6,485,690
Dividend income.....	2,546,888	438,942	56,905	111,421	29,205	43,860	82,850	74,395	122,866	286,881	1,299,564
Interest income.....	8,496,728	2,108,349	194,004	231,315	340,979	354,483	584,537	518,312	638,859	1,528,656	1,997,234
Royalty income.....	758,448	209,821	90,682	9,826	3,511	5,617	79,209	11,763	21,150	81,467	245,383
Net short-term capital gain (less loss).....	1,613,390	655,546	159,623	68,961	57,777	74,109	123,194	69,922	-54,257	159,483	299,031
Net long-term capital gain (less loss).....	20,976,005	7,828,296	303,226	996,460	357,105	309,473	1,511,054	2,381,701	1,281,144	3,503,893	2,503,655
Other portfolio income (net).....	387,828	183,985	213	5,981	2,162	39,015	4,688	2,876	3,602	4,484	140,823
Real estate rental net income (less deficit).....	6,759,271	4,543,388	-23,018	444,962	39,919	156,244	238,010	199,556	232,744	399,642	527,826
Net income.....	9,544,351	6,644,910	129,319	482,641	190,640	189,411	343,689	229,365	266,171	476,743	591,453
Deficit.....	2,785,080	2,101,521	152,338	37,679	150,721	33,167	105,689	29,812	33,427	77,101	63,626
Net income (less deficit) from other rental activity.....	588,606	160,639	27,412	50,578	186,663	68,136	68,136	58,796	-2,742	-2,459	123
Net income.....	1,282,959	551,167	32,254	64,563	186,972	41,539	73,578	70,232	18,793	132,025	111,835
Deficit.....	714,353	390,528	4,842	9,177,254	309	2,078	5,443	11,437	21,536	134,483	111,712
Total net income (less deficit).....	213,681,780	10,414,073	3,251,698	9,177,254	12,154,281	16,306,001	25,688,763	21,831,927	17,631,789	45,809,116	51,416,878
Net income.....	276,531,538	23,682,365	7,577,931	14,633,194	17,699,025	23,107,171	33,835,991	26,295,915	22,184,262	52,301,210	55,215,474
Deficit.....	62,849,757	13,268,292	4,326,233	5,455,939	5,543,745	6,801,171	8,147,228	4,463,967	4,552,473	6,492,094	3,798,596

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts																			
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more										
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)									
<b>Agriculture, forestry, fishing, and hunting</b>																					
Number of returns.....	81,005	27,295	17,229	12,519	10,751	4,682	5,627	1,456	863	498	85										
Number of shareholders.....	183,392	66,531	29,595	22,625	27,537	12,322	14,797	4,259	2,832	2,250	644										
Total receipts <sup>2</sup> .....	56,256,395	2,092,446	1,104,908	2,519,181	4,347,149	3,510,119	8,834,015	5,077,488	6,305,553	9,711,599	12,753,937										
Business receipts.....	51,916,059	85,336	921,320	2,027,784	3,930,542	3,327,801	8,395,307	4,902,212	6,203,251	9,524,264	12,598,241										
Interest on Government obligations: State and local <sup>2</sup> .....	22,625	7,918	--	*2,767	88	*635	55	1,313	*445	3,665	5,739										
Net gain, noncapital assets.....	310,369	57,041	*5,530	65,402	36,285	15,201	67,741	22,984	9,308	20,280	10,588										
Other receipts.....	4,007,342	1,942,152	178,059	423,227	380,234	166,482	370,912	150,968	92,550	163,390	139,369										
Total deductions.....	56,205,658	2,655,652	1,502,596	2,578,037	4,179,186	3,361,974	8,699,285	4,943,906	6,197,055	9,507,393	12,580,576										
Cost of goods sold.....	26,216,864	25,427	113,011	366,890	683,290	1,766,872	2,483,860	2,994,834	3,806,438	5,506,953	8,469,289										
Compensation of officers.....	1,427,242	126,774	71,096	115,502	187,024	111,738	275,238	96,707	133,536	258,446	51,181										
Salaries and wages.....	4,687,664	378,280	106,713	166,179	475,383	157,706	1,140,431	279,138	402,443	829,162	752,228										
Repairs.....	1,365,144	121,951	82,178	108,935	213,691	60,656	444,638	73,093	60,769	109,096	90,136										
Bad debts.....	31,733	*43	820	--	*924	*163	12,339	*911	6,838	4,966	4,728										
Rent paid on business property.....	2,655,760	137,933	145,298	181,940	634,785	163,104	389,685	260,005	120,361	391,611	231,037										
Taxes paid.....	1,164,158	85,666	44,995	91,454	85,963	72,042	231,868	80,331	139,139	194,170	138,531										
Interest paid.....	1,037,949	80,088	69,917	127,687	139,565	89,881	155,242	94,122	61,973	107,342	112,131										
Amortization.....	54,953	1,865	5,686	1,340	1,345	983	11,747	10,700	1,692	4,741	14,854										
Depreciation.....	3,308,835	302,047	259,337	318,637	362,924	176,059	668,156	191,056	320,021	384,124	326,474										
Depletion.....	24,229	978	--	2,123	6	--	1,507	288	1,051	3,460	14,815										
Advertising.....	212,459	8,385	5,906	13,391	19,000	6,709	51,979	7,954	23,944	43,198	48,195										
Pension, profit-sharing, stock bonus, and annuity plans.....	160,717	12,314	53	*1,842	*1,105	*317	38,092	8,069	27,003	57,793	14,130										
Employee benefit programs.....	524,484	38,068	9,129	11,528	23,429	6,603	42,792	11,192	74,726	121,405	185,612										
Net loss, noncapital assets.....	6,228	313	*1,271	3	*821	100	*770	*108	*2,125	620	96										
Other deductions.....	13,327,241	1,335,519	587,186	1,070,587	1,349,930	749,042	2,750,941	835,397	1,014,996	1,501,508	2,132,135										
Total receipts less total deductions <sup>2</sup> .....	50,737	-563,205	-397,688	-58,856	167,963	148,145	134,730	133,582	108,498	204,206	173,361										
Net income (less deficit) from a trade or business <sup>2</sup> .....	28,112	-571,123	-397,688	-61,623	167,874	147,510	134,676	132,270	108,053	200,541	167,622										
Net income.....	3,221,226	330,764	112,893	348,163	477,414	253,039	487,014	255,082	253,196	378,698	324,963										
Deficit.....	3,193,114	901,887	510,580	409,786	309,540	105,529	352,338	122,813	145,143	178,157	157,341										
Portfolio income (less deficit) distributed to shareholders.....	503,110	253,419	21,427	-13,310	29,665	14,707	76,137	20,350	1,351	70,019	29,345										
Dividend income.....	25,695	2,725	*1,016	2,325	6,835	688	2,544	852	1,654	4,199	2,859										
Interest income.....	148,661	23,989	7,136	12,060	15,892	6,502	6,767	10,630	16,018	32,403	17,265										
Royalty income (less loss).....	72,744	1,193	--	374	24	261	66,685	13	3,189	727	278										
Net short-term capital gain (less loss).....	9,859	-626	17	92	-5	382	287	3,672	1,173	2,972	1,895										
Net long-term capital gain (less loss).....	244,136	226,085	13,258	-28,162	6,760	5,583	-148	5,179	-20,716	29,262	7,032										
Other portfolio income (net).....	2,016	53	--	--	159	1,292	2	5	33	456	16										
Real estate rental net income (less deficit).....	180,882	73,344	19,508	13,436	2,546	721	3,890	8,826	7,709	51,767	-867										
Net income.....	196,948	78,647	19,900	13,637	3,331	2,009	5,910	9,665	7,728	53,739	2,181										
Deficit.....	16,066	5,302	391	401	786	1,288	2,020	839	19	1,972	3,048										
Net income (less deficit) from other rental activity.....	21,926	2,216	-83	1,910	-42	136	11,437	245	313	3,020	2,774										
Net income.....	34,987	14,761	83	1,910	--	136	11,437	245	316	3,141	2,957										
Deficit.....	13,061	12,545	166	--	42	--	--	--	3	122	183										
Total net income (less deficit).....	734,029	-242,144	-356,835	-59,587	200,043	163,074	226,141	161,691	117,426	325,346	198,875										
Net income.....	3,773,457	604,986	123,169	365,440	500,321	259,402	568,485	274,927	250,678	476,428	349,622										
Deficit.....	3,039,428	847,130	480,003	425,027	300,278	96,328	342,344	113,235	133,252	151,082	150,748										

Footnotes at end of table.

**Table 4--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts										
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more	
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Mining</b>												
Number of returns.....	16,692	5,363	3,019	1,503	1,378	1,753	2,392	740	144	350	50	
Number of shareholders.....	38,495	15,475	4,224	3,229	2,674	3,854	4,642	2,262	499	1,215	421	
Total receipts <sup>2</sup> .....	23,426,004	349,228	239,960	355,608	480,291	1,335,633	3,295,009	2,968,426	1,098,169	6,352,852	6,950,828	
Business receipts.....	21,853,108	11,076	199,084	261,368	475,647	1,230,122	3,104,627	2,910,091	1,003,633	6,053,511	6,603,949	
Interest on Government obligations: State and local <sup>2</sup> .....	17,345	767	393	541	159	2	8,809	633	1,841	3,429	771	
Net gain, noncapital assets.....	187,441	48,462	115	*18,148	2,837	*4,168	5,048	9,479	29,744	58,882	10,559	
Other receipts.....	1,368,110	288,923	*40,369	75,551	*1,648	101,341	176,525	48,224	237,029	335,550	335,550	
Total deductions.....	19,425,247	195,484	153,084	283,624	344,148	1,170,171	2,682,869	2,688,562	824,728	5,387,530	5,695,046	
Cost of goods sold.....	9,269,133	*1,300	*3,155	*11,354	*76,736	*209,739	961,478	756,909	374,196	3,429,599	3,444,666	
Compensation of officers.....	507,583	3,381	*5,741	*5,497	*34,957	*74,483	128,111	88,889	17,362	87,283	61,881	
Salaries and wages.....	1,638,843	8,060	*35,726	*23,276	*41,324	119,002	265,508	512,515	43,502	325,529	264,400	
Repairs.....	434,246	3,538	*1,772	262	*20,457	63,253	40,085	126,927	26,186	47,914	103,873	
Bad debts.....	19,518	47	--	*63	( <sup>3</sup> )	*1,511	*679	269	1,816	7,116	8,016	
Rent paid on business property.....	560,589	5,019	*14,941	*11,314	11,371	78,372	102,737	94,171	39,531	118,938	84,195	
Taxes paid.....	753,054	7,254	8,639	18,395	20,219	51,061	122,191	117,159	45,267	181,306	181,563	
Interest paid.....	382,878	6,756	*11,217	*1,017	*12,434	34,048	24,780	59,900	17,080	68,309	147,337	
Amortization.....	22,426	1,432	20	*76	( <sup>3</sup> )	*437	6,277	1,758	1,575	5,633	5,217	
Depreciation.....	1,398,911	7,368	*19,694	31,548	23,185	130,375	116,141	188,952	76,316	398,187	407,145	
Depletion.....	215,316	5,703	5,192	--	100	25,280	7,479	28,844	10,539	51,850	80,328	
Advertising.....	23,303	*232	*127	31	*742	*2,849	3,469	5,705	797	5,445	3,906	
Pension, profit-sharing, stock bonus, and annuity plans.....	92,577	92	--	98	21	*435	18,795	18,453	3,419	23,913	27,352	
Employee benefit programs.....	294,335	634	1,446	*4,639	*1,395	*15,062	10,382	53,172	4,994	82,762	119,851	
Net loss, noncapital assets.....	13,451	--	--	*11,058	--	*357	894	155	170	486	330	
Other deductions.....	3,799,084	144,670	45,415	164,997	101,208	363,907	873,882	634,784	161,980	553,257	754,984	
Total receipts less total deductions <sup>2</sup> .....	4,000,758	153,744	86,877	71,984	136,143	165,463	612,140	279,864	273,440	965,321	1,255,782	
Net income (less deficit) from a trade or business <sup>2</sup> .....	3,983,413	152,977	86,484	71,443	135,983	165,461	603,331	279,231	271,600	961,892	1,255,011	
Net income.....	4,705,363	340,607	*88,212	*149,234	*161,970	253,296	732,527	320,767	321,858	1,058,794	1,278,098	
Deficit.....	721,949	187,630	*1,728	*77,791	*25,987	*87,836	129,196	41,536	50,258	96,902	23,087	
Portfolio income (less deficit) distributed to shareholders.....	813,158	235,563	*7,392	12,701	*20,871	12,132	34,585	24,910	67,440	84,121	313,443	
Dividend income.....	77,530	4,765	*583	237	*660	*183	4,660	1,261	4,026	9,967	51,189	
Interest income.....	160,002	9,607	*6,150	923	*2,733	9,125	11,921	5,408	15,281	23,946	74,908	
Royalty income.....	113,058	26,091	233	8,245	3,189	1,633	9,454	9,575	11,366	21,040	22,232	
Net short-term capital gain (less loss).....	37,097	23,741	-19	3,408	545	-48	1,275	970	2,140	5,403	-318	
Net long-term capital gain (less loss).....	424,534	171,180	408	-121	13,744	1,238	7,145	7,673	34,600	23,592	165,076	
Other portfolio income (net).....	937	180	37	10	--	--	130	24	27	173	356	
Real estate rental net income (less deficit).....	11,726	282	780	218	472	1,180	-3,218	818	1,904	3,793	5,498	
Net income.....	17,776	1,026	780	220	472	1,375	55	917	1,990	5,014	5,929	
Deficit.....	6,049	744	--	2	--	194	3,273	99	86	1,221	431	
Net income (less deficit) from other rental activity.....	14,670	-10	--	( <sup>3</sup> )	-51	488	95	249	-237	13,105	1,030	
Net income.....	21,361	22	--	( <sup>3</sup> )	11	488	95	415	137	15,942	4,249	
Deficit.....	6,691	32	--	--	63	--	( <sup>2</sup> )	166	374	2,837	3,219	
Total net income (less deficit).....	4,822,968	388,813	94,657	84,363	157,274	179,261	634,793	305,208	340,706	1,062,912	1,574,982	
Net income.....	5,501,848	598,638	95,950	160,420	*182,370	266,598	753,865	343,552	367,619	1,136,531	1,596,305	
Deficit.....	678,880	209,825	1,293	*76,057	*25,096	*87,337	119,073	38,345	26,913	73,619	21,322	

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts									
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Utilities</b>											
Number of returns.....	2,932	474	--	1,506	--	*790	*120	11	7	11	13
Number of shareholders.....	5,786	525	--	1,980	--	*2,848	*128	98	31	101	75
Total receipts <sup>2</sup> .....	5,521,630	44,483	--	292,111	--	*512,393	*134,469	60,484	50,504	273,835	4,153,350
Business receipts.....	5,402,882	1,899	--	281,913	--	*504,236	*132,684	42,513	49,810	261,165	4,128,663
Interest on Government obligations: State and local <sup>2</sup> .....	207	--	--	--	--	--	3	6	--	23	175
Net gain, noncapital assets.....	14,412	5	--	--	--	--	--	13,684	4	630	59
Other receipts.....	104,129	42,580	--	10,116	--	8,157	*1,782	4,281	691	12,016	24,453
Total deductions.....	5,326,731	9,403	--	241,544	--	*538,871	*122,116	45,324	47,457	251,052	4,070,965
Cost of goods sold.....	4,331,685	--	--	28,911	--	*273,131	*54,778	4,340	11,865	161,679	3,796,917
Compensation of officers.....	32,116	1,839	--	13,290	--	--	*584	1,504	560	3,383	10,956
Salaries and wages.....	176,789	327	--	20,525	--	*31,139	*20,751	7,232	10,836	12,465	73,515
Repairs.....	19,926	--	--	4,032	--	*7,999	*60	760	1,323	1,426	4,326
Bad debts.....	8,153	--	--	--	--	26	*489	765	48	546	6,279
Rent paid on business property.....	68,225	3	--	24,229	--	*30,816	*1,857	859	1,798	1,732	6,930
Taxes paid.....	64,310	141	--	9,262	--	*27,609	*4,249	5,859	1,451	5,503	10,237
Interest paid.....	61,642	468	--	11,739	--	*10,694	*337	6,554	2,284	18,593	10,972
Amortization.....	10,101	43	--	5,030	--	*103	14	321	240	1,922	2,428
Depreciation.....	125,610	546	--	29,957	--	*32,977	*4,835	9,038	7,016	15,960	25,281
Depletion.....	--	--	--	--	--	--	--	--	--	--	--
Advertising.....	19,023	--	--	830	--	*10,123	*359	68	10	1,928	5,706
Pension, profit-sharing, stock bonus, and annuity plans.....	5,529	--	--	2,476	--	*613	--	171	216	1,481	571
Employee benefit programs.....	12,435	--	--	1,146	--	( <sup>3</sup> )	*1,965	835	1,372	2,807	4,310
Net loss, noncapital assets.....	41	--	--	--	--	--	--	--	5	36	--
Other deductions.....	391,147	6,037	--	90,054	--	*113,642	*31,838	7,018	8,433	21,590	112,536
Total receipts less total deductions <sup>2</sup> .....	194,899	35,081	--	50,568	--	*26,478	*12,353	15,160	3,048	22,783	82,385
Net income (less deficit) from a trade or business <sup>2</sup> .....	194,692	35,081	--	50,568	--	*26,478	*12,350	15,154	3,048	22,760	82,210
Net income.....	335,381	43,266	--	72,755	--	*51,811	*12,350	18,203	7,772	38,918	90,307
Deficit.....	140,689	8,185	--	22,187	--	*78,289	--	3,050	4,724	16,158	8,097
Portfolio income (less deficit) distributed to shareholders.....	18,974	1,599	--	11,519	--	*4,743	*352	3,435	335	1,826	4,834
Dividend income.....	3,002	--	--	44	--	215	15	79	1	253	2,395
Interest income.....	20,620	1,602	--	129	--	*3,033	*412	1,380	334	1,698	12,032
Royalty income.....	12	--	--	--	--	--	--	--	--	--	12
Net short-term capital gain (less loss).....	1,229	-3	--	--	--	*1,276	*5	-13	--	-125	99
Net long-term capital gain (less loss).....	-5,889	( <sup>3</sup> )	--	11,346	--	*218	*71	1,990	--	--	-19,372
Other portfolio income (net).....	--	--	--	--	--	--	--	--	--	--	--
Real estate rental net income (less deficit).....	-1,671	--	--	-55	--	--	--	-1,696	10	67	3
Net income.....	80	--	--	55	--	--	--	1,696	10	67	3
Deficit.....	1,751	--	--	--	--	--	--	--	--	--	--
Net income (less deficit) from other rental activity.....	751	--	--	--	--	--	--	--	--	501	250
Net income.....	751	--	--	--	--	--	--	--	--	501	250
Deficit.....	--	--	--	--	--	--	--	--	--	--	--
Total net income (less deficit).....	212,746	36,680	--	62,031	--	*21,735	*12,702	16,893	3,393	25,155	77,628
Net income.....	357,240	44,841	--	84,218	--	*55,520	*12,702	19,311	7,962	39,594	93,092
Deficit.....	144,494	8,161	--	22,187	--	*77,255	--	2,418	4,569	14,439	15,464

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts									
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	
Construction											
Number of returns.....	448,549	68,478	90,659	69,004	60,402	53,749	19,597	9,938	8,458	1,123	
Number of shareholders.....	727,510	89,261	125,890	115,496	97,254	88,189	36,862	19,830	22,947	7,309	
Total receipts <sup>2</sup> .....	622,765,814	1,030,974	1,548,640	25,275,114	44,341,905	83,120,445	69,721,572	67,116,256	162,479,618	150,024,664	
Business receipts.....	617,163,047	339,438	1,538,342	24,885,608	43,951,108	82,695,460	69,189,595	66,806,296	161,270,921	148,659,296	
Interest on Government obligations: State and local <sup>2</sup> .....	173,341	6,677	( <sup>3</sup> )	112,943	*636	*294	209	3,791	16,547	32,210	
Net gain, noncapital assets.....	564,419	37,455	19,992	51,459	27,295	62,745	40,784	47,931	107,145	132,264	
Other receipts.....	4,865,008	647,404	129,950	225,103	362,867	361,946	490,983	258,238	1,085,005	1,200,894	
Total deductions.....	599,588,393	1,525,641	14,373,639	23,932,084	42,394,686	79,866,989	66,512,729	65,984,575	156,678,024	144,710,703	
Cost of goods sold.....	454,958,944	150,347	1,251,707	12,061,750	24,232,286	52,658,794	49,464,162	50,766,504	130,087,851	127,676,953	
Compensation of officers.....	19,566,476	96,515	1,520,754	2,162,428	2,828,428	4,017,108	2,613,343	1,540,640	2,860,393	1,496,961	
Salaries and wages.....	34,782,286	91,871	1,127,194	2,614,910	4,736,542	6,800,694	4,460,381	3,951,048	6,113,805	4,657,886	
Repairs.....	2,646,859	12,464	163,561	234,410	352,037	515,128	238,161	366,927	480,288	236,539	
Bad debts.....	819,505	46,886	12,823	101,806	86,355	106,334	113,474	100,399	137,940	113,138	
Rent paid on business property.....	10,912,080	40,652	424,788	623,209	1,093,121	1,668,554	1,165,756	1,229,072	2,983,022	1,574,541	
Taxes paid.....	10,785,971	85,612	374,977	714,458	1,192,494	2,159,450	1,197,700	1,231,530	2,304,225	1,423,204	
Interest paid.....	3,763,514	177,939	245,279	252,607	429,493	618,955	429,897	329,829	616,824	607,668	
Amortization.....	193,874	5,395	7,870	9,058	8,190	29,406	8,513	10,353	28,442	86,467	
Depreciation.....	10,575,829	109,433	538,323	682,090	1,055,613	1,579,721	1,061,420	1,303,694	2,302,840	1,721,423	
Depletion.....	35,829	--	--	--	--	7,885	343	73	5,957	21,571	
Advertising.....	2,137,856	12,105	92,480	122,729	302,894	351,258	200,968	382,185	352,306	294,659	
Pension, profit-sharing, stock bonus, and annuity plans.....	2,336,477	6,661	13,818	235,752	112,524	370,618	174,215	247,533	667,603	466,761	
Employee benefit programs.....	6,221,599	26,798	84,659	214,300	436,626	1,030,631	766,034	686,436	1,860,242	1,100,604	
Net loss, noncapital assets.....	72,676	*3,403	*3,531	*25,765	*390	*11,671	620	9,076	8,140	4,715	
Other deductions.....	39,778,619	659,561	1,074,999	3,876,813	5,527,693	7,940,780	4,617,744	3,829,277	5,868,145	3,228,613	
Total receipts less total deductions <sup>2</sup> .....	23,177,421	-494,668	1,175,001	1,343,029	1,947,220	3,253,456	3,208,843	1,131,681	5,801,594	5,313,961	
Net income (less deficit) from a trade or business <sup>2</sup> .....	23,004,080	-501,344	1,175,001	1,230,086	1,946,584	3,253,161	3,208,634	1,127,890	5,785,047	5,281,750	
Net income.....	31,536,187	652,766	1,693,103	2,099,949	2,948,591	4,572,353	3,948,803	2,246,905	6,854,429	5,769,405	
Deficit.....	8,532,107	1,154,110	518,102	869,863	1,002,007	1,319,191	740,169	1,119,015	1,069,382	487,655	
Portfolio income (less deficit) distributed to shareholders.....	2,512,167	749,376	52,666	98,084	98,742	186,289	171,867	138,369	422,014	537,643	
Dividend income.....	75,429	7,217	620	1,884	2,893	4,801	2,534	6,477	21,642	27,299	
Interest income.....	863,573	106,465	16,374	29,935	39,889	94,831	54,157	66,956	201,924	243,375	
Royalty income.....	5,354	2	44	187	--	785	--	3	2,196	1,806	
Net short-term capital gain (less loss).....	76,357	3,933	3,650	22,471	-1,906	-174	1,725	4,199	27,168	13,309	
Net long-term capital gain (less loss).....	1,479,300	631,021	42,304	43,504	58,177	86,047	113,286	60,679	168,007	242,357	
Other portfolio income (net).....	12,154	738	831	102	-311	--	166	55	1,077	9,496	
Real estate rental net income (less deficit).....	117,977	-32,362	68,730	2,471	4,410	-41,231	30,704	20,973	42,611	27,459	
Net income.....	411,943	90,824	73,767	11,058	13,951	22,730	34,915	24,105	72,739	65,319	
Deficit.....	293,966	123,186	8,322	8,586	9,541	63,961	4,211	3,132	30,128	37,861	
Net income (less deficit) from other rental activity.....	72,889	12,346	-132	6,461	18,288	4,649	28,569	4,222	1,555	-3,132	
Net income.....	87,595	18,057	8	6,461	18,347	5,354	28,614	4,598	4,019	2,075	
Deficit.....	14,706	5,710	140	--	59	705	45	376	2,464	5,207	
Total net income (less deficit).....	25,707,114	228,016	1,300,715	1,337,102	2,068,025	3,402,869	3,439,774	1,291,454	6,251,227	5,843,719	
Net income.....	33,893,492	1,318,318	1,810,914	2,170,152	3,058,375	4,729,833	4,136,775	2,375,630	7,219,825	6,270,524	
Deficit.....	8,186,379	1,090,302	510,198	833,050	990,350	1,326,963	697,000	1,084,176	988,599	426,805	

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Size of business receipts									
	Total S corporations		Under \$25,000		\$25,000 under \$100,000		\$100,000 under \$250,000		\$250,000 under \$500,000	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>Manufacturing</b>										
Number of returns.....	149,806	22,644	20,118	21,563	15,689	20,944	22,430	9,182	7,792	7,907
Number of shareholders.....	353,136	41,413	33,421	35,138	29,794	64,394	50,570	23,798	24,644	36,305
Total receipts <sup>2</sup> .....	514,083,018	415,200	1,128,767	3,943,772	5,464,338	14,809,549	36,813,192	34,515,257	54,805,404	160,993,640
Business receipts.....	509,581,451	118,223	1,154,258	3,862,513	5,439,371	14,720,109	36,393,863	34,155,750	54,438,008	159,847,709
Interest on Government obligations: State and local <sup>2</sup> .....	157,594	5,096	23	--	468	585	44,383	7,397	7,803	43,290
Net gain, noncapital assets.....	784,369	*42,778	*38	*68,533	*1,723	*11,671	204,141	29,768	51,312	155,224
Other receipts.....	3,559,604	249,104	-25,553	12,725	22,776	77,183	170,806	322,341	308,281	947,416
Total deductions.....	492,826,283	529,057	1,245,597	3,937,170	5,618,431	14,382,853	35,944,297	33,449,644	53,294,817	153,541,455
Cost of goods sold.....	343,244,308	124,765	462,372	1,697,862	2,320,625	6,668,573	21,507,778	21,627,531	35,911,626	109,343,814
Compensation of officers.....	14,376,141	17,486	108,132	325,579	522,707	1,143,579	1,888,398	1,583,811	2,111,704	4,255,197
Salaries and wages.....	40,228,663	25,020	71,025	413,394	757,867	1,903,514	3,623,946	3,335,318	4,435,120	12,726,255
Repairs.....	2,625,301	3,693	19,876	50,987	54,434	120,753	308,243	221,255	352,580	708,365
Bad debts.....	1,194,934	20,360	*211	*6,510	36,798	94,331	200,049	97,375	108,513	309,938
Rent paid on business property.....	10,213,191	9,432	95,560	287,463	331,381	907,722	1,348,116	973,238	1,293,829	2,780,362
Taxes paid.....	11,024,751	40,890	31,187	116,384	211,500	451,062	1,102,533	881,840	1,370,540	3,399,154
Interest paid.....	4,673,527	19,263	21,608	66,929	97,116	188,506	471,997	338,749	590,680	1,358,048
Amortization.....	695,491	19,585	6,259	14,348	14,553	16,022	39,126	25,680	50,260	213,630
Depreciation.....	16,054,456	51,470	78,613	221,162	249,685	543,514	1,145,602	1,102,676	1,899,383	4,961,385
Depletion.....	101,497	205	--	--	--	--	--	90	3,560	10,951
Advertising.....	4,998,979	9,824	17,124	44,262	65,581	141,842	257,657	228,332	333,914	1,314,977
Pension, profit-sharing, stock bonus, and annuity plans.....	2,332,104	*3,054	*2,450	*706	*4,525	34,373	112,910	136,431	240,512	738,359
Employee benefit programs.....	7,533,101	*3,277	*2,961	11,356	73,763	182,390	525,708	495,567	913,543	2,425,411
Net loss, noncapital assets.....	155,010	185	*1,571	*847	*6,286	*167	*1,266	*1,776	96,800	22,586
Other deductions.....	33,376,829	180,547	326,646	679,380	871,610	2,006,505	3,410,966	2,399,974	3,582,251	8,973,024
Total receipts less total deductions <sup>2</sup> .....	21,256,735	-113,856	-118,830	6,602	-154,094	426,696	868,896	1,065,613	1,510,587	7,452,184
Net income (less deficit) from a trade or business <sup>2</sup> .....	21,099,141	-118,952	-116,853	6,602	-154,561	426,111	824,513	1,058,216	1,502,784	7,408,894
Net income.....	28,905,535	278,342	142,156	302,615	290,383	945,162	2,130,992	1,695,826	2,569,443	9,238,678
Deficit.....	7,806,393	397,294	259,009	296,014	444,945	519,052	1,306,479	637,610	1,066,659	1,829,783
Portfolio income (less deficit) distributed to shareholders.....	3,451,260	76,796	*20,531	676	31,477	8,348	330,498	68,945	752,146	1,081,413
Dividend income.....	362,848	6,234	*2,525	2	*248	1	8,698	9,230	19,560	77,683
Interest income.....	763,299	50,780	*6,348	675	1,412	7,538	53,800	45,185	61,459	244,407
Royalty income.....	98,386	1,593	--	--	--	--	--	240	--	19,723
Net short-term capital gain (less loss).....	97,390	4,569	7,826	--	117	331	-441	1,554	48,899	5,403
Net long-term capital gain (less loss).....	2,126,079	13,581	3,831	--	29,698	478	288,398	12,718	621,866	732,245
Other portfolio income (net).....	3,257	38	--	--	( <sup>3</sup> )	--	43	18	361	1,953
Real estate rental net income (less deficit).....	184,850	2,196	2,337	16,808	2,055	3,002	31,816	18,896	12,628	52,779
Net income.....	204,303	5,063	2,337	16,879	2,055	3,002	32,575	19,140	12,862	57,684
Deficit.....	19,453	2,867	--	71	--	--	759	244	234	4,905
Net income (less deficit) from other rental activity.....	35,227	41	648	99	162	11,366	599	6,003	2,622	16,212
Net income.....	56,266	41	648	99	162	11,366	599	6,003	2,622	16,913
Deficit.....	21,039	--	--	--	--	--	--	--	--	700
Total net income (less deficit).....	24,770,479	-39,920	-93,337	24,186	-120,868	448,827	1,187,426	1,152,059	2,270,181	8,559,299
Net income.....	31,970,618	340,148	150,427	303,231	306,606	962,705	2,451,646	1,793,628	3,229,096	10,166,138
Deficit.....	7,200,139	380,068	243,764	279,046	427,474	513,878	1,264,220	641,568	958,916	1,806,839

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts																			
		\$25,000		\$25,000 under \$100,000		\$100,000 under \$250,000		\$250,000 under \$500,000		\$500,000 under \$1,000,000		\$1,000,000 under \$2,500,000		\$2,500,000 under \$5,000,000		\$5,000,000 under \$10,000,000		\$10,000,000 under \$50,000,000		\$50,000,000 or more	
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)
<b>Wholesale and retail trade</b>																					
Number of returns.....	567,183	86,216	69,792	88,511	85,984	77,956	73,850	33,902	22,482	22,983	5,508										
Number of shareholders.....	982,862	141,685	98,580	142,702	135,867	118,842	137,582	70,008	49,815	64,916	22,865										
Total receipts <sup>2</sup> .....	1,755,476,349	1,556,528	4,494,685	14,882,686	31,413,861	55,602,740	119,367,990	121,788,261	154,892,342	529,056,307	722,420,950										
Business receipts.....	1,733,442,944	556,179	4,195,493	14,488,308	31,032,810	55,317,989	118,315,950	120,322,226	153,419,741	522,446,419	713,347,830										
Interest on Government obligations: State and local <sup>2</sup> .....	85,822	3,945	5	—	*10,099	*598	5,981	3,786	2,482	20,139	38,786										
Net gain, noncapital assets.....	1,104,018	58,689	*68,656	*17,753	36,386	*29,552	70,521	44,834	106,689	231,653	439,284										
Other receipts.....	20,843,565	937,715	230,530	376,625	334,566	254,601	975,537	1,417,415	1,363,430	6,358,096	8,595,050										
Total deductions.....	1,715,935,050	1,726,062	4,627,216	14,477,003	31,009,570	54,176,319	116,875,704	118,240,932	150,951,239	517,823,305	706,027,701										
Cost of goods sold.....	1,375,851,716	387,308	2,070,316	7,558,787	17,373,252	34,487,799	85,710,841	88,243,305	117,520,821	427,671,328	594,827,959										
Compensation of officers.....	28,726,453	85,410	327,240	1,127,421	2,042,391	2,485,969	3,941,351	3,353,539	3,177,873	7,059,360	5,125,898										
Salaries and wages.....	116,116,031	110,094	185,757	1,052,623	3,091,461	5,236,314	9,133,521	9,858,043	11,472,453	33,264,210	42,711,556										
Repairs.....	6,061,704	22,021	44,151	114,137	199,512	300,683	567,700	539,788	647,404	1,512,687	2,113,621										
Bad debts.....	2,559,498	9,900	88,213	26,902	17,210	111,411	260,248	170,295	367,474	728,492	779,353										
Rent paid on business property.....	29,177,190	134,025	371,491	1,139,633	2,080,050	2,537,187	3,196,166	2,642,527	2,929,815	6,559,080	7,587,217										
Taxes paid.....	22,227,727	104,685	90,230	383,984	797,567	1,214,845	2,164,100	2,112,408	1,950,809	5,445,381	7,963,718										
Interest paid.....	8,496,541	45,092	52,854	163,774	358,832	457,807	746,498	751,070	867,110	2,297,036	2,756,468										
Amortization.....	1,380,179	39,329	10,787	59,390	150,975	69,372	131,000	97,689	113,121	243,009	465,507										
Depreciation.....	15,941,969	99,268	223,453	342,620	462,811	675,747	1,036,804	1,241,010	1,343,319	3,741,891	6,775,045										
Depletion.....	6,212	—	—	—	—	—	—	—	( <sup>3</sup> )	622	5,590										
Advertising.....	16,749,628	33,847	73,080	184,927	448,964	827,245	1,147,799	895,171	1,114,238	5,423,252	6,601,105										
Pension, profit-sharing, stock bonus, and annuity plans.....	3,047,700	*2,886	*5,521	36,054	61,422	81,897	222,753	338,727	364,992	894,471	1,038,977										
Employee benefit programs.....	8,640,856	9,246	25,184	50,771	128,791	185,274	427,206	610,943	725,079	2,619,937	3,858,425										
Net loss, noncapital assets.....	227,986	*14,759	*19,369	—	*104,843	*11,682	*10,168	7,892	5,511	20,215	33,548										
Other deductions.....	80,723,659	628,193	1,039,569	2,235,979	3,691,487	5,493,089	8,179,549	7,378,526	8,351,219	20,342,335	23,383,714										
Total receipts less total deductions <sup>2</sup> .....	39,541,299	-169,535	-132,531	405,683	404,291	1,426,421	2,492,286	3,547,329	3,941,103	11,233,002	16,393,249										
Net income (less deficit) from a trade or business <sup>2</sup> .....	39,455,477	-173,479	-132,537	405,683	394,191	1,425,822	2,486,305	3,543,544	3,938,621	11,212,863	16,354,463										
Net income.....	50,819,958	801,860	648,182	1,144,211	1,639,144	2,693,094	4,043,181	4,504,286	4,782,636	12,961,150	17,602,214										
Deficit.....	11,364,481	975,340	780,719	738,527	1,244,952	1,267,271	1,556,876	960,743	844,015	1,748,286	1,247,751										
Portfolio income (less deficit) distributed to shareholders.....	8,693,029	3,501,787	8,295	12,091	54,999	93,771	609,126	1,751,577	163,913	981,302	1,516,170										
Dividend income.....	194,634	3,194	*598	*714	*1,762	3,155	13,419	11,718	14,420	54,630	91,026										
Interest income.....	1,592,966	92,157	2,280	8,158	34,346	33,034	61,968	82,885	94,105	360,548	823,485										
Royalty income.....	163,980	41,090	—	( <sup>3</sup> )	—	—	35	430	4,075	14,586	103,764										
Net short-term capital gain (less loss).....	48,577	-1,928	560	18	18,097	1,405	-22,798	3,920	10,697	16,760	21,847										
Net long-term capital gain (less loss).....	6,690,050	3,367,012	4,858	3,200	1,296	56,178	556,484	1,652,012	40,450	534,170	474,391										
Other portfolio income (net).....	2,822	262	-9,703	—	-503	( <sup>3</sup> )	18	612	167	609	1,658										
Real estate rental net income (less deficit).....	558,013	4,934	-7,703	24,980	13,175	32,682	74,663	41,412	74,378	121,880	179,612										
Net income.....	615,623	16,622	—	25,082	14,060	33,067	82,007	48,472	77,427	131,947	186,938										
Deficit.....	57,610	11,688	9,703	102	885	7,344	7,060	3,049	3,049	10,067	7,327										
Net income (less deficit) from other rental activity.....	22,985	-2,607	—	3,611	103	6,653	14,469	964	-8,273	23,488	-9,804										
Net income.....	115,444	2,942	—	3,611	103	6,653	14,825	964	901	23,488	61,956										
Deficit.....	92,459	5,549	—	—	—	—	356	—	—	5,620	71,760										
Total net income (less deficit).....	48,729,504	3,330,635	-133,945	446,366	462,468	1,558,929	3,184,563	5,337,497	4,168,638	12,333,913	18,040,441										
Net income.....	59,263,183	4,153,895	659,423	1,157,275	1,667,326	2,798,549	4,604,391	6,223,730	4,946,127	13,910,754	19,141,711										
Deficit.....	10,533,678	823,260	793,368	710,910	1,204,858	1,239,620	1,419,828	886,234	777,489	1,576,841	1,101,270										

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts										
		Under \$25,000		\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Transportation and warehousing</b>												
Number of returns.....	103,350	20,167	22,761	20,238	11,719	9,718	10,040	3,167	3,267	2,066	207	
Number of shareholders.....	171,332	29,674	31,680	32,153	19,616	15,160	21,075	6,390	7,630	6,816	1,139	
Total receipts <sup>2</sup> .....	132,020,951	297,476	1,458,390	3,094,535	4,288,748	6,930,323	15,193,026	11,545,658	22,853,106	39,814,809	26,544,879	
Business receipts.....	130,122,429	128,478	1,447,176	3,042,949	4,233,905	6,860,180	14,761,925	11,435,758	22,633,690	39,352,877	26,225,492	
Interest on Government obligations: State and local <sup>2</sup> .....	7,865	431	--	2,985	13	222	99	33	658	950	2,475	
Net gain, noncapital assets.....	812,669	112,768	*9,056	*34,393	*8,079	*27,391	277,454	27,199	74,119	135,741	106,469	
Other receipts.....	1,077,987	55,799	*2,159	14,209	46,751	42,531	153,548	82,668	144,639	325,241	210,443	
Total deductions.....	129,864,818	586,241	1,360,785	2,994,182	4,282,559	6,770,829	14,978,795	11,352,513	22,393,615	39,203,771	25,941,526	
Cost of goods sold.....	55,385,064	*12,091	72,600	445,414	878,159	1,608,191	3,960,921	3,612,023	13,072,285	20,588,586	11,134,793	
Compensation of officers.....	2,800,168	8,283	113,740	282,255	217,054	296,759	434,651	291,324	553,900	402,652	199,550	
Salaries and wages.....	19,049,785	49,709	67,652	255,659	534,324	1,104,527	2,810,263	1,746,342	2,159,702	6,046,319	4,275,288	
Repairs.....	2,493,908	26,295	170,725	182,953	188,210	168,693	472,532	97,618	238,150	477,602	471,130	
Bad debts.....	293,097	*10,552	54	*585	*10,680	*2,527	*84,385	36,739	62,801	48,768	36,006	
Rent paid on business property.....	6,947,794	49,199	42,842	127,539	185,335	474,379	955,525	692,005	929,712	1,513,234	1,978,024	
Taxes paid.....	5,834,896	15,067	46,566	116,413	136,522	237,397	496,521	315,351	501,506	2,960,731	1,008,821	
Interest paid.....	1,460,663	19,976	55,364	87,767	87,211	167,171	187,405	144,360	225,788	233,282	252,339	
Amortization.....	116,309	2,578	18,731	*382	*318	29,172	5,879	3,280	1,654	26,571	27,743	
Depreciation.....	7,022,041	223,941	153,051	327,150	399,988	633,254	909,720	781,007	978,716	1,142,887	1,472,326	
Depletion.....	765	--	--	--	--	--	--	162	--	604	--	
Advertising.....	305,182	4,763	5,735	9,339	25,499	26,166	39,512	31,130	50,479	51,342	61,217	
Pension, profit-sharing, stock bonus, and annuity plans.....	355,605	21	--	*6,621	*979	*6,742	35,285	22,307	92,478	81,969	109,203	
Employee benefit programs.....	1,961,982	*2,876	*6,855	13,507	14,212	75,648	193,509	139,493	174,525	601,890	739,466	
Net loss, noncapital assets.....	26,139	341	557	21	9,175	--	61	1	27	5,464	10,491	
Other deductions.....	25,811,420	160,547	606,313	1,138,576	1,594,893	1,940,204	4,392,626	3,439,370	3,351,893	5,021,870	4,165,128	
Total receipts less total deductions <sup>2</sup> .....	2,156,133	-288,765	97,605	100,353	6,190	159,494	214,231	193,145	459,491	611,038	603,352	
Net income (less deficit) from a trade or business <sup>2</sup> .....	2,148,268	-289,196	97,605	97,369	6,177	159,272	214,131	193,112	458,833	610,087	600,878	
Net income.....	4,986,041	106,453	225,492	302,946	318,616	406,081	709,212	528,408	712,962	869,662	806,208	
Deficit.....	2,837,773	395,649	127,887	205,577	312,440	246,808	495,081	335,296	254,129	259,575	205,330	
Portfolio income (less deficit) distributed to shareholders.....	598,609	20,893	-719	159,894	6,157	4,173	71,051	15,113	94,160	172,788	55,100	
Dividend income.....	21,944	594	*74	*28	201	*115	1,489	*2,630	*8,266	6,101	2,445	
Interest income.....	187,528	30,556	*1,047	10,155	5,467	3,181	13,094	12,495	22,104	47,165	42,263	
Royalty income.....	548	43	--	--	--	71	--	132	--	83	218	
Net short-term capital gain (less loss).....	303	-6	-3,602	-2,194	346	385	5,866	48	-2,000	1,283	177	
Net long-term capital gain (less loss).....	388,296	-10,294	1,761	151,906	145	420	50,594	-193	65,790	118,172	9,996	
Other portfolio income (net).....	-9	( <sup>3</sup> )	--	--	-1	--	7	--	--	-17	( <sup>3</sup> )	
Real estate rental net income (less deficit).....	99,822	8,411	2,777	397	160	-1,909	39,457	-374	11,191	23,809	15,903	
Net income.....	107,253	8,928	2,777	397	201	499	39,553	426	11,191	26,894	16,385	
Deficit.....	7,431	517	--	--	42	2,408	96	800	--	3,086	482	
Net income (less deficit) from other rental activity.....	-7,530	-22,573	--	-533	1,112	--	10,958	1,045	-343	-3,419	6,223	
Net income.....	68,275	20,949	--	--	1,270	--	11,188	1,054	1,069	20,370	12,374	
Deficit.....	75,805	43,522	--	533	158	--	230	9	1,412	23,790	6,151	
Total net income (less deficit).....	2,839,169	-282,464	99,663	257,127	13,606	161,536	335,597	208,896	563,841	803,265	678,103	
Net income.....	5,535,273	144,271	227,337	449,696	323,762	406,762	725,522	540,743	815,951	1,036,045	865,184	
Deficit.....	2,696,104	426,736	127,674	192,569	310,156	245,225	389,925	331,847	252,110	232,780	187,081	

Footnotes at end of table.

## S Corporation Returns, 2003

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts										
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more	
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Information												
Number of returns.....	66,683	25,797	13,014	10,399	5,009	5,705	3,767	1,254	788	846	104	
Number of shareholders.....	116,054	45,199	17,862	14,928	7,345	10,345	8,421	4,616	2,116	4,394	827	
Total receipts <sup>2</sup> .....	55,363,314	320,994	943,300	1,908,259	1,989,219	4,020,035	5,591,449	4,289,502	6,507,490	17,430,248	12,362,819	
Business receipts.....	53,517,018	117,058	824,808	1,755,807	1,947,371	3,982,511	5,496,748	4,157,628	6,061,889	17,270,464	11,902,734	
Interest on Government obligations: State and local <sup>2</sup> .....	42,224	2,575	--	56	37	7	137	3,277	526	3,567	32,041	
Net gain, noncapital assets.....	181,673	*1,440	--	*68,600	33	6	*60,418	463	5,145	11,748	33,820	
Other receipts.....	1,622,399	199,921	*118,492	83,795	41,778	37,510	34,145	128,134	439,930	144,469	394,224	
Total deductions.....	51,756,845	654,976	775,935	1,781,453	1,915,923	3,852,105	5,199,890	4,096,724	5,956,933	16,386,789	11,136,117	
Cost of goods sold.....	18,741,541	17,937	263,818	343,204	416,398	934,710	1,456,238	1,008,228	2,802,629	7,203,007	4,295,377	
Compensation of officers.....	3,430,042	8,731	91,892	322,650	160,448	383,471	830,621	209,999	307,816	757,383	357,032	
Salaries and wages.....	9,786,742	46,830	54,310	202,469	436,813	562,731	1,206,499	920,876	969,338	3,182,415	2,214,461	
Repairs.....	416,515	3,108	5,620	12,289	13,673	40,782	26,521	54,115	39,111	150,921	70,375	
Bad debts.....	343,537	*43,674	*488	*6,218	*12,823	*34,905	26,561	10,067	22,299	127,853	58,648	
Rent paid on business property.....	2,100,367	29,797	31,185	120,709	78,946	220,971	102,554	281,244	506,270	510,771	217,921	
Taxes paid.....	1,401,291	27,154	20,080	52,837	49,789	96,787	174,613	121,183	124,753	438,350	295,746	
Interest paid.....	803,244	164,394	*2,285	9,922	21,995	46,985	47,422	59,188	56,820	184,167	215,067	
Amortization.....	555,579	13,022	*24,328	1,319	*1,049	30,453	28,927	46,910	24,477	142,996	242,099	
Depreciation.....	2,076,495	26,978	33,321	95,841	36,821	93,764	112,885	387,114	104,488	679,945	505,339	
Depletion.....	47	--	--	--	--	--	--	--	--	47	--	
Advertising.....	810,931	11,405	2,691	14,059	23,412	21,118	57,537	63,069	164,458	264,965	188,217	
Pension, profit-sharing, stock bonus, and annuity plans.....	464,871	*1,062	*4,742	*17,435	*5,536	96,249	*34,154	22,009	73,837	74,109	135,739	
Employee benefit programs.....	790,290	3,172	*11,058	14,468	13,055	37,685	44,077	32,860	72,471	337,670	223,774	
Net loss, noncapital assets.....	38,523	27,833	--	1	--	1,447	954	6,083	206	1,351	648	
Other deductions.....	9,991,829	229,879	230,118	568,032	645,165	1,250,049	1,050,333	873,779	697,962	2,330,837	2,115,675	
Total receipts less total deductions <sup>2</sup> .....	3,606,469	-333,982	167,365	126,805	73,296	167,930	391,559	192,778	550,557	1,043,459	1,226,702	
Net income (less deficit) from a trade or business <sup>2</sup> .....	3,564,245	-336,557	167,365	126,749	73,259	167,922	391,422	189,502	550,031	1,039,892	1,194,661	
Net income.....	6,036,137	191,618	277,896	314,259	219,684	422,188	657,419	343,300	623,393	1,393,061	1,593,320	
Deficit.....	2,471,892	528,174	110,531	187,510	146,425	254,266	285,988	153,799	73,362	353,169	398,659	
Portfolio income (less deficit) distributed to shareholders.....	1,444,786	169,673	*107,484	140	*598	10,983	18,850	95,047	73,437	98,325	870,249	
Dividend income.....	636,580	5,304	--	( <sup>3</sup> )	*115	*148	*1,014	1,927	6,137	10,963	610,971	
Interest income.....	279,424	23,895	*1,101	127	*483	9,634	6,448	10,623	59,592	56,935	110,587	
Royalty income.....	13,314	2,548	11	--	--	--	--	--	--	6,031	4,724	
Net short-term capital gain (less loss).....	189,806	6,545	106,372	--	--	-78	-846	64	1,559	2,480	73,711	
Net long-term capital gain (less loss).....	316,718	125,463	--	12	( <sup>3</sup> )	1,279	9,306	82,319	6,180	21,898	70,263	
Other portfolio income (net).....	8,944	5,919	--	--	--	--	2,929	115	-29	17	-7	
Real estate rental net income (less deficit).....	70,309	28,489	--	26	235	95	1,193	4,340	1,366	26,498	8,069	
Net income.....	71,758	28,489	--	26	235	95	1,193	4,341	1,440	26,811	9,128	
Deficit.....	1,449	1	--	--	--	--	--	1	75	314	1,059	
Net income (less deficit) from other rental activity.....	4,224	45	--	--	--	--	( <sup>3</sup> )	1,927	237	1,229	787	
Net income.....	6,390	190	--	--	--	--	( <sup>3</sup> )	1,935	237	3,214	816	
Deficit.....	2,166	145	--	--	--	--	( <sup>3</sup> )	8	--	1,984	29	
Total net income (less deficit).....	5,083,564	-138,350	274,849	126,914	74,091	179,000	411,465	290,816	625,071	1,165,943	2,073,765	
Net income.....	7,282,551	375,063	384,554	314,340	220,337	429,570	676,999	415,877	689,850	1,479,908	2,296,054	
Deficit.....	2,198,987	513,412	109,705	187,426	*146,245	250,570	265,535	125,061	64,779	313,964	222,289	

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts												
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more			
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)		
Finance and insurance														
Number of returns.....	135,308	33,284	26,428	30,325	17,027	13,349	6,990	5,036	1,711	1,002	155			
Number of shareholders.....	222,606	51,102	37,846	42,790	25,712	21,472	15,186	12,661	8,175	5,832	1,830			
Total receipts <sup>2</sup> .....	99,720,676	-436,013	1,478,615	4,886,986	6,272,137	9,594,587	9,839,942	15,814,610	12,224,193	19,265,801	20,779,818			
Business receipts.....	89,248,546	194,629	1,427,967	4,777,308	6,068,421	9,492,932	9,173,458	15,097,968	11,318,824	16,784,872	14,912,167			
Interest on Government obligations: State and local <sup>2</sup> .....	169,921	1,579	496	1,570	7,799	6,593	7,173	21,147	19,856	90,874	12,836			
Net gain, noncapital assets.....	962,862	222	*4,019	2	*6,566	*44,442	3,726	12,666	36,957	117,460	736,783			
Other receipts.....	9,339,348	-632,442	46,133	108,106	189,351	50,621	655,586	682,808	848,557	2,272,595	5,118,032			
Total deductions.....	85,320,493	522,339	1,161,509	3,981,126	4,799,442	8,358,725	8,394,633	13,995,549	10,429,050	16,277,794	17,400,326			
Cost of goods sold.....	7,924,035	*10,373	*7,717	118,887	237,643	668,323	985,995	1,523,252	218,943	1,298,162	2,854,739			
Compensation of officers.....	10,683,762	35,907	172,133	763,059	925,123	1,073,204	1,392,351	1,761,362	1,185,732	1,812,707	1,562,185			
Salaries and wages.....	28,952,382	57,718	106,076	764,761	1,256,296	2,878,839	2,058,434	5,457,459	4,202,974	6,445,022	5,724,803			
Repairs.....	542,786	7,648	6,468	43,494	48,194	98,468	50,827	56,700	72,301	78,801	79,885			
Bad debts.....	1,146,704	73,354	*23,502	20,711	*4,024	25,615	263,600	70,103	202,542	235,576	227,678			
Rent paid on business property.....	3,930,954	44,907	66,100	351,334	407,171	500,235	358,237	561,640	704,048	544,480	392,802			
Taxes paid.....	2,722,478	19,522	33,855	144,723	202,406	287,282	306,110	425,224	388,773	478,843	435,740			
Interest paid.....	3,284,222	20,051	47,795	42,899	110,822	134,089	271,861	303,225	341,459	792,876	1,219,144			
Amortization.....	389,055	4,764	1,054	8,386	35,472	41,440	41,617	29,193	75,948	51,620	99,561			
Depreciation.....	1,480,608	15,458	46,938	66,366	61,597	81,667	127,597	80,482	349,603	291,402	359,497			
Depletion.....	70	35	--	--	--	--	--	35	1	--	--			
Advertising.....	1,433,618	7,679	36,991	115,111	157,645	148,608	145,190	118,053	100,801	268,822	334,717			
Pension, profit-sharing, stock bonus, and annuity plans.....	1,029,066	583	*5,104	69,609	144,762	155,822	114,791	146,484	65,257	200,327	126,328			
Employee benefit programs.....	1,344,074	5,901	12,289	41,577	42,184	178,375	160,122	254,839	170,799	260,018	217,971			
Net loss, noncapital assets.....	152,505	1,698	--	1,325	14	1,391	1,436	1,986	10,675	14,799	119,181			
Other deductions.....	20,304,172	216,741	595,486	1,428,886	1,166,088	2,085,367	2,116,464	3,205,514	2,339,192	3,504,339	3,646,095			
Total receipts less total deductions <sup>2</sup> .....	14,400,184	-958,351	317,106	905,859	1,472,695	1,235,862	1,445,309	1,819,061	1,795,144	2,988,007	3,379,492			
Net income (less deficit) from a trade or business <sup>2</sup> .....	14,230,262	-959,930	316,609	904,289	1,464,896	1,229,269	1,438,137	1,797,914	1,775,288	2,897,133	3,366,656			
Net income.....	17,431,601	34,470	489,215	1,128,324	1,504,220	1,572,891	1,678,940	2,025,238	1,999,412	3,151,461	3,847,431			
Deficit.....	3,201,339	994,400	172,605	224,034	39,324	343,622	240,804	227,323	224,124	254,327	480,774			
Portfolio income (less deficit) distributed to shareholders.....	4,429,157	1,599,716	149,256	188,086	63,004	186,277	221,494	286,231	34,661	658,822	1,041,610			
Dividend income.....	467,419	48,025	19,305	70,353	3,735	9,006	10,028	17,614	9,378	59,218	220,756			
Interest income.....	943,109	225,781	25,841	38,796	39,462	56,456	116,654	68,819	74,003	179,134	118,165			
Royalty income.....	7,362	4,442	1	747	35	14	807	14	33	509	760			
Net short-term capital gain (less loss).....	625,532	343,786	14,388	7,006	4,580	74,697	76,710	15,993	-145,514	81,597	152,291			
Net long-term capital gain (less loss).....	2,231,629	974,027	89,639	70,963	15,054	8,939	16,212	183,788	96,695	342,706	433,606			
Other portfolio income (net).....	154,105	3,654	81	221	138	37,165	1,083	4	66	-4,341	116,032			
Real estate rental net income (less deficit).....	29,752	-2,545	-222	14,806	-1,478	-1,824	7,863	1,027	4,201	6,821	1,104			
Net income.....	64,526	6,309	313	21,639	2,567	1,898	10,290	4,219	4,847	10,757	1,687			
Deficit.....	34,774	8,854	535	6,833	4,045	3,722	3,192	646	3,936	3,936	583			
Net income (less deficit) from other rental activity.....	19,307	-113	-3,539	-6,018	520	-898	26	25,457	3,159	666	48			
Net income.....	37,271	1,758	( <sup>3</sup> )	--	520	1,420	40	28,738	3,170	1,558	67			
Deficit.....	17,964	1,871	3,539	6,018	( <sup>3</sup> )	2,318	14	3,282	10	892	20			
Total net income (less deficit).....	18,708,478	637,128	462,104	1,101,163	1,526,942	1,412,824	1,667,519	2,110,629	1,817,309	3,563,442	4,409,418			
Net income.....	21,094,867	1,312,951	623,054	1,271,308	1,562,163	1,660,769	1,847,438	2,272,699	2,177,274	3,736,716	4,630,496			
Deficit.....	2,386,389	675,823	160,950	170,145	35,221	247,945	179,918	162,070	359,965	173,274	221,078			

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts										
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more		
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Real estate and rental and leasing												
Number of returns.....	372,205	242,411	42,977	31,380	24,561	17,040	7,751	4,268	752	992	73	
Number of shareholders.....	773,803	554,908	64,390	47,089	40,893	35,804	13,919	8,819	2,795	4,789	396	
Total receipts <sup>2</sup> .....	88,399,807	1,492,169	2,657,854	5,488,350	9,055,043	12,007,869	12,442,575	13,899,564	5,422,908	16,708,194	9,225,282	
Business receipts.....	84,276,834	362,994	2,454,688	4,980,422	8,993,684	11,776,756	11,960,505	13,667,897	5,204,186	16,292,913	8,582,799	
Interest on Government obligations: State and local <sup>2</sup> .....	66,102	32,130	1,345	2,998	1,037	8,289	884	2,386	11,164	4,982	888	
Net gain, noncapital assets.....	880,581	168,100	21,432	18,832	4,276	73,506	73,095	77,171	74,274	137,165	232,731	
Other receipts.....	3,176,288	928,965	180,389	486,097	56,047	149,318	408,091	152,110	133,284	273,134	408,863	
Total deductions.....	82,499,752	1,961,451	2,239,154	4,788,489	7,922,078	11,135,587	11,463,963	13,021,253	5,139,344	15,939,034	8,889,399	
Cost of goods sold.....	19,175,181	19,518	116,710	334,992	1,111,523	1,372,310	2,635,513	1,722,318	1,968,157	5,669,794	4,224,346	
Compensation of officers.....	6,466,557	165,671	324,480	814,214	949,537	957,320	860,075	1,297,932	400,687	469,999	226,642	
Salaries and wages.....	20,720,352	160,874	178,637	794,344	1,931,626	3,723,687	3,316,331	4,609,036	884,123	3,614,641	1,507,053	
Repairs.....	1,197,295	63,360	62,838	107,688	205,955	159,663	152,121	195,389	48,499	121,324	80,458	
Bad debts.....	218,085	26,314	686	*2,776	11,758	40,623	21,177	15,493	13,146	50,686	35,427	
Rent paid on business property.....	5,842,594	63,889	137,236	201,459	409,426	812,796	526,230	1,534,043	197,362	1,486,302	473,851	
Taxes paid.....	2,319,732	136,854	110,588	190,897	243,690	378,849	304,009	316,380	138,002	379,611	120,852	
Interest paid.....	1,921,131	240,997	142,648	226,662	179,172	297,678	209,029	129,615	137,867	227,111	130,352	
Amortization.....	146,025	34,965	7,460	12,995	15,548	13,426	3,866	11,797	13,454	19,904	12,609	
Depreciation.....	5,152,714	240,784	236,507	349,965	274,078	606,440	551,306	707,987	505,436	1,190,796	489,416	
Depletion.....	1,340	1	--	--	--	1,240	42	55	--	1	--	
Advertising.....	1,776,800	9,192	53,932	107,822	268,731	290,073	195,679	421,832	49,093	244,543	135,902	
Pension, profit-sharing, stock bonus, and annuity plans.....	930,214	4,032	23,955	191,009	214,470	142,415	99,216	138,133	31,086	54,528	31,369	
Employee benefit programs.....	906,561	7,890	26,211	30,456	85,302	207,573	176,949	86,609	68,580	142,427	74,565	
Net loss, noncapital assets.....	42,135	8,415	14	8,647	3,068	284	2,212	84	12,845	6,252	314	
Other deductions.....	15,683,034	778,695	817,251	1,414,564	2,018,194	2,131,207	2,410,208	1,834,551	671,008	2,261,115	1,346,241	
Total receipts less total deductions <sup>2</sup> .....	5,900,054	-469,282	418,700	699,860	1,132,964	872,282	978,612	878,312	283,564	769,160	335,883	
Net income (less deficit) from a trade or business <sup>2</sup> .....	5,833,952	-501,412	417,355	696,862	1,131,928	863,993	977,728	875,925	272,400	764,178	334,994	
Net income.....	10,671,762	888,596	728,094	1,249,024	1,562,973	1,521,175	1,574,999	1,167,124	475,301	1,066,826	437,651	
Deficit.....	4,837,811	1,390,009	310,739	552,162	431,045	657,182	597,271	291,199	202,901	302,649	102,656	
Portfolio income (less deficit) distributed to shareholders.....	4,494,563	3,048,641	111,979	216,215	162,947	129,309	116,848	143,827	132,515	358,953	73,330	
Dividend income.....	189,680	73,769	6,746	10,113	5,607	6,687	6,334	7,860	34,553	7,427	30,585	
Interest income.....	1,433,633	903,097	48,781	62,719	125,755	50,436	51,667	47,761	50,159	57,696	35,563	
Royalty income.....	61,333	56,500	235	174	9	6	116	516	365	3,411	--	
Net short-term capital gain (less loss).....	175,778	67,773	29,038	34,908	855	8,312	7,309	3,642	9,503	13,463	976	
Net long-term capital gain (less loss).....	2,625,801	1,943,976	27,161	107,164	30,690	63,399	50,705	83,718	36,301	276,423	6,264	
Other portfolio income (net).....	8,337	3,527	18	1,136	32	469	715	331	1,633	533	-57	
Real estate rental net income (less deficit).....	5,095,567	4,440,909	-31,759	209,996	-9,169	75,812	72,748	66,735	44,944	38,044	187,306	
Net income.....	7,268,377	6,271,592	94,456	233,128	116,031	86,493	91,705	72,222	67,748	47,652	187,350	
Deficit.....	2,172,810	1,830,683	126,215	23,132	125,200	10,681	18,957	5,487	22,803	9,608	44	
Net income (less deficit) from other rental activity.....	195,073	146,835	2,750	12,704	28,675	-14	1,129	-6,919	-5,251	14,947	217	
Net income.....	543,426	464,814	2,871	19,997	28,675	783	5,223	854	129	16,369	3,711	
Deficit.....	348,353	317,979	122	7,293	( <sup>3</sup> )	796	4,094	7,773	5,380	1,422	3,494	
Total net income (less deficit).....	15,619,156	7,134,974	500,325	1,135,778	1,314,380	1,069,100	1,168,453	1,079,569	444,609	1,176,122	595,846	
Net income.....	21,531,571	9,990,261	827,982	1,580,732	1,766,457	1,890,251	1,707,552	1,329,884	603,102	1,356,952	678,398	
Deficit.....	5,912,415	2,855,287	327,657	444,954	452,077	621,150	539,099	250,314	158,493	180,831	82,552	

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts									
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Professional, scientific, and technical services</b>											
Number of returns.....	512,862	144,175	112,134	108,327	59,714	42,616	29,959	8,017	4,771	2,933	216
Number of shareholders.....	754,832	197,267	140,201	148,294	90,513	68,275	53,282	24,969	15,488	14,926	1,597
Total receipts <sup>2</sup> .....	283,874,647	2,933,611	6,638,791	17,831,040	21,504,636	29,994,482	44,557,357	26,661,772	34,194,919	68,856,154	30,701,884
Business receipts.....	279,293,759	783,508	6,631,434	17,532,815	21,255,940	29,860,351	44,035,324	26,459,511	34,019,955	68,484,722	30,230,198
Interest on Government obligations: State and local <sup>2</sup> .....	17,230	4,009	116	116	183	899	1,240	629	2,163	3,489	4,498
Net gain, noncapital assets.....	165,805	*4,661	*19,703	*19,703	*13,948	*16,214	17,418	8,714	3,712	38,281	42,578
Other receipts.....	4,397,852	2,141,433	6,776	278,407	234,566	117,019	503,375	192,918	169,089	329,661	424,609
Total deductions.....	260,261,031	3,552,996	5,619,779	15,393,358	18,291,217	27,161,198	39,555,508	24,444,403	32,169,750	65,246,477	28,826,345
Cost of goods sold.....	78,077,458	102,502	518,243	1,486,912	3,700,723	5,442,737	10,999,935	5,704,351	10,015,100	25,474,242	14,632,713
Compensation of officers.....	30,599,723	608,728	1,292,666	3,915,322	3,382,839	4,422,109	4,957,021	3,740,477	3,027,600	4,306,051	946,910
Salaries and wages.....	57,554,278	772,466	437,015	2,142,717	3,336,393	6,061,945	9,800,180	6,585,082	7,559,795	15,588,780	5,269,903
Repairs.....	1,367,852	21,942	48,935	133,281	144,854	198,402	241,026	202,304	116,902	164,018	96,189
Bad debts.....	686,430	74,017	*5,921	16,771	38,491	243,203	133,696	47,596	30,638	65,239	30,859
Rent paid on business property.....	9,553,338	153,311	401,044	959,699	1,153,702	1,329,926	1,783,191	984,048	1,114,282	1,034,140	639,996
Taxes paid.....	8,235,527	135,101	179,027	627,055	598,795	948,563	1,462,741	957,351	1,578,139	1,578,907	790,907
Interest paid.....	1,315,751	70,432	63,540	127,692	146,683	198,774	136,557	139,293	142,059	184,627	106,094
Amortization.....	372,620	19,837	16,133	40,673	25,103	60,235	28,015	24,425	18,634	71,457	68,108
Depreciation.....	3,640,114	196,719	214,725	384,581	286,081	352,498	441,327	295,296	446,260	631,380	391,247
Depletion.....	36	--	--	--	36	--	--	--	--	--	--
Advertising.....	2,626,298	44,866	82,954	179,442	398,049	363,008	531,535	223,253	274,130	251,541	277,519
Pension, profit-sharing, stock bonus, and annuity plans.....	3,333,536	122,346	35,147	417,168	301,659	501,490	561,920	197,310	470,341	435,902	290,253
Employee benefit programs.....	3,749,762	56,443	48,779	113,724	151,518	403,581	465,482	223,112	580,509	1,149,972	558,632
Net loss, noncapital assets.....	24,143	--	202	3,924	1,001	872	18	6,997	481	5,488	5,159
Other deductions.....	59,124,166	1,174,285	2,275,449	4,844,397	4,625,288	6,633,854	8,012,854	5,113,509	7,415,172	14,305,501	4,723,856
Total receipts less total deductions <sup>2</sup> .....	23,613,615	-619,385	1,019,011	2,437,682	3,213,420	2,833,284	5,001,849	2,217,368	2,025,169	3,609,677	1,875,539
Net income (less deficit) from a trade or business <sup>2</sup> .....	23,596,385	-623,394	1,019,007	2,437,566	3,213,237	2,832,385	5,000,609	2,216,740	2,023,006	3,606,188	1,871,041
Net income.....	29,398,297	1,209,393	1,750,029	3,014,286	3,631,526	3,515,718	5,476,118	2,448,584	2,340,604	3,986,266	2,025,773
Deficit.....	5,801,912	1,832,787	731,021	576,720	418,290	683,333	475,508	231,844	317,598	380,078	154,733
Portfolio income (less deficit) distributed to shareholders.....	2,952,148	994,162	47,167	377,207	100,099	118,163	88,025	217,417	127,449	571,284	311,176
Dividend income.....	65,063	16,194	*1,606	7,064	619	2,911	3,372	3,494	9,671	9,800	10,332
Interest income.....	584,851	119,392	26,482	28,310	25,841	65,604	37,470	76,727	56,963	67,447	80,615
Royalty income.....	16,896	383	11,408	--	--	420	1	3	200	1,499	2,982
Net short-term capital gain (less loss).....	79,455	4,067	3,446	8,894	8,311	7,228	36,710	21,157	-13,703	1,281	2,064
Net long-term capital gain (less loss).....	2,194,787	853,128	4,224	329,482	63,309	42,000	10,472	115,710	73,155	491,135	212,192
Other portfolio income (net).....	11,097	999	--	3,477	2,019	( <sup>a</sup> )	( <sup>a</sup> )	327	1,162	123	2,990
Real estate rental net income (less deficit).....	135,694	7,773	-33	45,237	22,798	18,149	20,293	1,538	3,896	5,134	10,909
Net income.....	168,978	36,175	--	45,237	24,607	18,357	20,298	2,621	4,058	6,310	11,315
Deficit.....	33,284	28,401	33	( <sup>a</sup> )	1,809	208	5	1,063	162	1,176	406
Net income (less deficit) from other rental activity.....	-37,352	3,654	26,403	3,392	4,253	( <sup>a</sup> )	8	( <sup>a</sup> )	-2,783	-73,875	1,595
Net income.....	53,554	3,959	26,403	3,392	4,253	( <sup>a</sup> )	8	( <sup>a</sup> )	446	12,340	2,753
Deficit.....	90,906	305	--	--	--	--	( <sup>a</sup> )	--	3,229	86,215	1,158
Total net income (less deficit).....	26,646,874	382,195	1,092,544	2,863,402	3,340,387	2,968,697	5,108,935	2,435,695	2,151,567	4,106,731	2,194,721
Net income.....	32,224,685	2,056,924	1,797,880	3,409,881	3,733,273	3,644,012	5,608,595	2,648,910	2,451,132	4,528,563	2,345,515
Deficit.....	5,577,811	1,674,728	705,336	546,479	392,886	675,315	499,660	213,215	299,565	419,832	150,795

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts										
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more	
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Management of companies (holding companies)												
Number of returns.....	22,430	17,673	1,988	368	214	349	540	499	421	349	29	
Number of shareholders.....	98,462	61,325	2,924	730	654	1,336	3,835	8,330	8,798	9,607	924	
Total receipts <sup>2</sup> .....	16,419,782	-762,096	92,444	57,719	86,014	255,735	916,545	1,811,529	3,011,876	6,673,573	4,276,444	
Business receipts.....	6,237,598	*983	*14,510	*1,016	656	13,165	183,690	697,553	1,260,264	2,603,768	1,461,991	
Interest on Government obligations: State and local <sup>2</sup> .....	542,739	75,493	7,150	11,763	10,459	10,813	32,727	54,177	104,524	197,842	37,792	
Net gain, noncapital assets.....	243,681	411	151	74	16	1,018	5,674	16,060	25,704	90,501	104,074	
Other receipts.....	9,395,765	-838,983	70,632	44,867	74,883	230,739	694,454	1,043,740	1,621,384	3,781,462	2,672,587	
Total deductions.....	11,689,546	231,564	58,678	104,716	56,553	90,640	457,597	1,212,411	2,153,225	4,702,154	2,622,009	
Cost of goods sold.....	*19,177	--	*3,149	586	--	--	66	--	2,757	12,618	--	
Compensation of officers.....	1,076,447	3,371	271	*32,956	1,151	18,762	64,362	152,369	246,432	409,351	147,422	
Salaries and wages.....	2,065,371	2,892	11,589	*3,526	2,439	25,791	57,867	190,926	361,436	942,026	466,880	
Repairs.....	194,014	800	*1,428	*5,785	130	287	7,128	22,009	40,540	82,601	33,306	
Bad debts.....	662,683	*40,133	3,194	146	20,253	20,180	12,825	46,448	69,538	168,565	281,403	
Rent paid on business property.....	172,479	6,261	89	12,437	3,457	685	2,459	7,947	12,873	59,746	66,525	
Taxes paid.....	464,118	25,529	1,198	2,777	476	1,393	64,176	46,173	73,149	166,852	82,395	
Interest paid.....	3,414,137	19,161	521	16,993	10,552	13,883	130,762	398,453	716,452	1,477,348	630,013	
Amortization.....	131,504	4,814	*125	19	( <sup>3</sup> )	267	2,565	5,771	8,563	33,138	76,240	
Depreciation.....	500,079	6,673	1,202	2,536	9,808	1,240	12,631	45,975	94,663	223,200	102,150	
Depletion.....	546	--	--	475	--	1	--	--	7	64	--	
Advertising.....	159,937	*25	*232	--	5	199	4,710	13,969	26,317	58,953	55,527	
Pension, profit-sharing, stock bonus, and annuity plans.....	139,306	1,294	391	*1,322	30	189	4,653	14,589	38,852	59,543	18,442	
Employee benefit programs.....	313,069	*585	771	*2,045	163	553	15,314	41,702	69,612	133,922	48,401	
Net loss, noncapital assets.....	15,329	6	113	3	--	308	940	4,208	2,847	5,398	1,505	
Other deductions.....	2,361,352	120,019	34,407	23,110	8,092	6,900	77,139	221,873	389,186	868,827	611,799	
Total receipts less total deductions <sup>2</sup> .....	4,730,236	-993,660	33,766	-46,997	29,461	165,095	458,948	599,118	858,651	1,971,419	1,654,434	
Net income (less deficit) from a trade or business <sup>2</sup> .....	4,187,497	-1,069,152	26,615	-58,759	19,002	154,282	426,221	544,942	754,127	1,773,577	1,616,643	
Net income.....	5,575,381	7,715	45,744	24,677	67,588	181,180	440,554	559,602	794,039	1,825,213	1,629,069	
Deficit.....	1,387,883	1,076,868	19,128	83,436	48,587	26,898	14,333	14,660	39,911	51,636	12,426	
Portfolio income (less deficit) distributed to shareholders.....	1,864,592	381,505	159,526	156,865	79,354	51,965	499,102	69,422	206,437	240,920	19,677	
Dividend income.....	361,626	262,702	21,814	15,859	6,476	11,166	13,977	8,830	6,957	12,424	1,421	
Interest income.....	608,519	317,019	21,705	20,381	10,479	18,573	31,558	31,376	55,557	87,984	13,887	
Royalty income.....	50,664	31,029	13,928	13	66	751	1,265	387	816	2,408	1	
Net short-term capital gain (less loss).....	247,156	202,259	4,513	12,722	1,542	-19,922	17,537	1,578	27,670	-1,154	412	
Net long-term capital gain (less loss).....	433,546	-591,782	97,489	107,415	60,570	41,029	435,005	26,129	115,313	138,406	3,971	
Other portfolio income (net).....	163,080	160,278	77	274	220	387	-240	1,122	124	853	-14	
Real estate rental net income (less deficit).....	17,585	11,424	527	749	-390	1,449	-4,281	5,118	2,104	-89	975	
Net income.....	66,075	37,923	2,226	2,588	1,200	3,275	1,241	7,682	3,066	5,848	1,027	
Deficit.....	48,490	26,499	1,699	1,840	1,590	1,827	5,522	2,564	962	5,936	52	
Net income (less deficit) from other rental activity.....	-4,454	12,153	-371	2	-45	-16,905	1,408	778	2,376	-3,928	78	
Net income.....	19,975	13,107	22	3	41	1,451	44	914	3,952	341	185	
Deficit.....	24,430	954	393	1	46	16,905	44	136	1,576	4,268	107	
Total net income (less deficit).....	6,065,220	-664,071	186,298	98,656	97,920	190,811	922,450	620,260	965,044	2,010,481	1,637,372	
Net income.....	8,314,290	1,325,516	200,176	189,890	138,951	215,238	933,104	633,048	968,699	2,060,087	1,649,781	
Deficit.....	2,249,070	1,989,886	13,878	91,034	41,031	24,427	10,654	12,788	3,655	49,606	12,409	

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts										
		Under \$25,000		\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more	
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Administrative and support and waste management and remediation services</b>												
Number of returns.....	167,901	29,696	38,344	32,610	24,340	20,110	14,143		5,063	1,907	1,423	263
Number of shareholders.....	255,407	40,304	54,511	46,361	37,098	33,010	22,849		13,062	4,184	2,843	1,185
Total receipts <sup>2</sup> .....	146,046,787	1,176,293	2,445,287	5,486,288	8,461,004	14,089,046	23,700,345		17,667,376	13,954,201	25,100,083	33,966,864
Business receipts.....	144,290,643	203,686	2,386,754	5,459,138	8,385,085	14,069,625	23,548,671		17,609,141	13,863,221	24,965,402	33,799,919
Interest on Government obligations: State and local <sup>2</sup> .....	25,336	319	--	8,002	--	35	1,332		158	2,012	3,566	9,913
Net gain, noncapital assets.....	216,078	*636	*6,837	*1,860	*5,093	*4,619	110,925		5,200	9,433	43,155	28,321
Other receipts.....	1,514,730	971,652	51,697	17,287	70,827	14,767	39,417		52,877	79,535	87,960	128,711
Total deductions.....	139,217,043	1,234,364	2,117,118	4,972,775	7,767,504	13,133,813	22,963,046		16,247,132	13,329,686	24,251,753	33,199,850
Cost of goods sold.....	71,379,731	34,610	401,076	1,383,633	2,033,467	5,649,763	11,991,903		6,957,475	6,655,031	15,915,163	20,357,610
Compensation of officers.....	6,132,155	73,808	255,636	674,452	987,063	787,057	1,318,737		744,287	618,564	380,873	291,676
Salaries and wages.....	24,984,763	641,948	187,465	541,690	1,581,842	2,485,553	3,760,605		3,983,579	2,287,415	3,156,361	6,358,304
Repairs.....	1,103,417	7,320	54,460	79,908	112,310	141,552	242,473		162,012	124,048	90,841	88,494
Bad debts.....	248,277	*9,080	*1,698	*1,813	*9,369	*15,256	75,907		31,585	28,346	38,688	36,556
Rent paid on business property.....	3,269,796	31,492	92,922	218,460	297,319	440,173	714,192		461,603	247,894	412,562	353,178
Taxes paid.....	5,110,523	74,478	73,732	164,496	300,740	424,374	646,716		638,666	434,719	709,989	1,642,613
Interest paid.....	938,264	17,807	23,894	57,268	94,573	86,105	166,396		137,161	58,121	140,198	156,741
Amortization.....	177,448	1,048	2,606	9,949	20,343	12,566	23,967		15,959	2,666	36,360	51,984
Depreciation.....	2,947,829	42,149	177,911	257,468	245,182	263,473	558,629		524,744	186,141	366,022	326,109
Depletion.....	288	--	--	--	10	--	--		( <sup>3</sup> )	11	267	--
Advertising.....	1,210,088	10,426	48,221	75,583	105,419	179,850	321,892		104,978	122,127	81,397	162,197
Pension, profit-sharing, stock bonus, and annuity plans.....	407,938	*1,388	*6,469	*16,534	61,460	21,484	61,178		69,066	30,093	47,789	92,476
Employee benefit programs.....	2,463,788	*188	18,403	46,509	87,760	127,898	258,829		212,920	241,279	409,034	1,060,968
Net loss, noncapital assets.....	12,207	--	--	6,407	1,087	--	1,641		425	117	511	2,019
Other deductions.....	18,830,532	288,642	774,623	1,438,606	1,829,561	2,498,710	2,819,979		2,202,674	2,293,112	2,465,698	2,218,927
Total receipts less total deductions <sup>2</sup> .....	6,829,744	-58,071	328,168	513,513	693,500	955,233	737,299		1,420,244	624,515	848,330	767,014
Net income (less deficit) from a trade or business <sup>2</sup> .....	6,804,408	-58,390	328,168	505,511	693,500	955,197	735,967		1,420,086	622,503	844,764	757,101
Net income.....	8,647,581	151,568	472,089	724,861	948,990	1,069,100	1,230,711		1,513,917	659,645	1,048,905	827,797
Deficit.....	1,843,173	209,958	143,920	219,350	255,490	113,902	494,744		93,831	37,142	204,141	70,696
Portfolio income (less deficit) distributed to shareholders.....	1,076,175	68,907	16,719	8,625	41,753	26,191	20,487		12,937	50,104	531,873	298,579
Dividend income.....	14,636	985	*222	*163	*533	*952	*1,369		2,277	551	5,142	2,442
Interest income.....	238,516	20,002	4,257	8,462	17,033	6,515	17,670		10,164	24,456	72,676	57,281
Royalty income.....	5,753	1	--	--	--	--	1		--	--	418	5,333
Net short-term capital gain (less loss).....	1,455	234	37	57	57	392	517		1,172	-305	-357	-292
Net long-term capital gain (less loss).....	815,812	47,686	12,202	--	24,129	18,328	929		-674	25,402	453,994	233,816
Other portfolio income (net).....	3	( <sup>3</sup> )	--	--	( <sup>3</sup> )	4	--		-1	--	--	( <sup>3</sup> )
Real estate rental net income (less deficit).....	40,175	654	-5,440	304	-478	7,287	1,272		1,476	28,797	2,358	3,944
Net income.....	48,282	909	--	304	20	7,328	1,404		1,665	30,231	2,476	3,945
Deficit.....	8,107	255	5,440	--	498	41	132		188	1,434	118	1
Net income (less deficit) from other rental activity.....	5,002	-841	( <sup>3</sup> )	2,728	2,293	--	--		9	149	228	437
Net income.....	10,389	944	( <sup>3</sup> )	2,728	2,293	--	--		9	149	3,829	437
Deficit.....	5,387	1,786	--	--	--	--	--		--	--	3,601	--
Total net income (less deficit).....	7,925,759	10,329	339,448	517,167	737,068	988,675	757,726		1,434,508	701,553	1,379,223	1,060,061
Net income.....	9,621,406	207,212	483,208	734,835	975,701	1,099,076	1,245,639		1,526,756	732,924	1,518,886	1,097,167
Deficit.....	1,695,647	196,883	143,760	217,668	238,633	110,401	487,913		92,247	31,371	139,664	37,106

Footnotes at end of table.

## S Corporation Returns, 2003

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts										
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more	
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Educational services												
Number of returns.....	27,480	7,963	5,611	7,998	2,844	*1,019	*1,417	*368	75	173	12	
Number of shareholders.....	38,686	9,897	6,761	12,590	3,448	*2,404	*2,293	*553	163	473	105	
Total receipts <sup>2</sup> .....	12,226,122	85,023	290,827	1,203,799	945,947	*697,543	*2,456,217	*1,317,275	508,327	3,279,307	1,441,856	
Business receipts.....	12,147,374	79,029	279,202	1,203,765	940,647	*695,506	*2,453,163	*1,314,775	505,075	3,260,332	1,415,879	
Interest on Government obligations: State and local <sup>2</sup> .....	844	--	--	--	--	--	--	--	163	74	607	
Net gain, noncapital assets.....	10,679	4,795	--	( <sup>3</sup> )	*4,350	--	--	--	21	1,455	58	
Other receipts.....	67,226	*1,200	*11,625	*34	*950	*2,036	3,054	*2,500	3,069	17,446	25,312	
Total deductions.....	11,465,590	144,245	270,590	1,176,411	829,552	*798,449	*2,254,521	*1,150,270	463,449	3,055,644	1,322,460	
Cost of goods sold.....	2,263,704	*9,220	*36,204	*147,160	*133,909	*151,202	*343,999	*129,646	16,231	666,777	629,355	
Compensation of officers.....	851,254	*8,191	*52,011	*103,819	*55,522	*44,724	*358,678	*120,587	24,728	54,325	28,669	
Salaries and wages.....	3,608,460	*31,813	*15,075	204,201	*222,094	*307,728	*816,827	*382,598	195,275	1,167,750	265,098	
Repairs.....	142,063	*1,187	*4,047	6,364	*14,821	*31,049	*18,697	*32,571	4,666	16,189	12,472	
Bad debts.....	28,685	*160	--	*369	2	*340	*214	*6,203	1,962	9,613	9,823	
Rent paid on business property.....	721,195	15,662	45,618	107,890	63,294	*79,710	*40,332	*100,824	38,633	154,996	74,237	
Taxes paid.....	464,232	4,275	9,210	50,798	35,374	*17,955	*110,826	*52,576	22,837	131,962	28,419	
Interest paid.....	69,391	*2,974	*2,240	*9,274	*25,969	*1,920	*5,613	*4,660	3,711	9,349	3,681	
Amortization.....	27,751	*1,103	*419	*13,677	*3,256	--	*4,433	89	1,261	2,863	651	
Depreciation.....	253,877	6,120	*7,274	34,605	*11,366	*54,645	*23,147	*30,771	3,056	44,737	38,155	
Depletion.....	--	--	--	--	--	--	--	--	--	--	--	
Advertising.....	301,328	4,628	*2,898	56,616	*14,133	*13,210	*37,706	*42,819	20,689	56,014	52,615	
Pension, profit-sharing, stock bonus, and annuity plans.....	75,303	--	--	*25,119	*3,253	*1,440	*18,156	*3,362	1,012	17,502	5,460	
Employee benefit programs.....	273,138	*117	*9,241	*3,297	*9,054	*14,992	*91,411	*7,357	1,545	126,308	9,816	
Net loss, noncapital assets.....	10,413	--	--	--	--	--	--	*7,186	9	2,836	382	
Other deductions.....	2,374,796	58,793	86,355	413,221	237,505	*79,534	*384,484	*229,022	127,834	594,421	163,627	
Total receipts less total deductions <sup>2</sup> .....	760,533	-59,221	20,237	27,388	116,396	*100,906	*201,696	*167,005	44,878	223,663	119,396	
Net income (less deficit) from a trade or business <sup>2</sup> .....	759,689	-59,221	20,237	27,388	116,396	*100,906	*201,696	*167,005	44,716	223,589	118,789	
Net income.....	1,143,111	*6,665	37,087	118,707	*120,795	*13,119	*231,978	*183,570	54,292	255,779	121,119	
Deficit.....	383,422	65,886	*16,850	91,318	*4,399	*114,025	*30,282	16,565	9,577	*32,190	2,330	
Portfolio income (less deficit) distributed to shareholders.....	148,810	*1,251	*420	*2,599	*93	*1,867	*2,815	*3,611	20,236	107,433	8,485	
Dividend income.....	3,088	*5	--	--	--	*1,740	*85	*180	43	*868	167	
Interest income.....	17,636	*1,245	*420	*2,109	*93	*127	*2,599	*3,432	555	2,211	4,846	
Royalty income.....	3,249	--	--	--	--	--	--	--	--	88	3,162	
Net short-term capital gain (less loss).....	714	--	--	490	--	--	*73	--	( <sup>3</sup> )	134	16	
Net long-term capital gain (less loss).....	124,123	--	--	--	--	--	*58	--	19,638	104,132	294	
Other portfolio income (net).....	--	--	--	--	--	--	--	--	--	--	--	
Real estate rental net income (less deficit).....	4,669	-23	--	--	--	--	*3,134	*113	314	185	946	
Net income.....	4,770	--	--	--	--	--	*3,134	*113	314	263	946	
Deficit.....	101	23	--	--	--	--	--	--	--	78	--	
Net income (less deficit) from other rental activity.....	28	--	--	--	--	--	--	--	--	22	6	
Net income.....	--	--	--	--	--	--	--	--	--	22	--	
Deficit.....	--	--	--	--	--	--	--	--	--	--	--	
Total net income (less deficit).....	913,197	-57,993	20,657	29,987	116,489	*99,039	*207,645	*170,729	65,266	331,229	128,227	
Net income.....	1,283,279	*7,663	37,152	120,945	*120,838	*14,891	*237,770	*186,848	69,030	358,068	130,075	
Deficit.....	370,082	65,656	*16,495	90,958	*4,349	*113,930	*30,124	16,118	3,764	*26,839	1,849	

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts									
		Under \$25,000		\$25,000 under \$100,000		\$100,000 under \$250,000		\$250,000 under \$500,000		\$500,000 under \$1,000,000	
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>Health care and social assistance</b>											
Number of returns.....	207,560	22,690	32,637	43,087	42,405	36,800	21,725	5,121	1,747	1,138	211
Number of shareholders.....	298,005	34,889	37,029	52,732	53,525	46,384	34,868	12,536	8,697	16,570	775
Total receipts <sup>2</sup> .....	151,736,550	1,223,178	2,164,936	7,159,389	15,891,050	26,587,973	31,963,035	18,451,035	12,074,215	17,465,404	18,757,335
Business receipts.....	149,481,463	1,471,605	2,123,268	7,138,992	15,836,441	26,443,141	31,821,280	18,235,247	11,714,913	17,384,047	18,636,530
Interest on Government obligations: State and local <sup>2</sup> .....	4,607	155	--	--	155	535	1,388	812	268	424	867
Net gain, noncapital assets.....	118,999	*19,964	*5,280	*8,971	1,294	*26,598	*8,102	*41,513	153	3,080	4,044
Other receipts.....	2,131,480	1,055,454	36,388	10,426	53,160	117,899	132,264	173,462	358,880	77,853	115,894
Total deductions.....	136,877,175	1,072,720	1,818,484	6,296,551	13,832,077	23,094,089	27,991,826	16,852,074	11,177,105	16,354,667	18,387,581
Cost of goods sold.....	13,738,870	*7,067	57,530	178,010	911,173	2,176,353	3,244,196	1,415,748	914,450	1,572,605	3,261,737
Compensation of officers.....	19,937,781	406,003	441,527	1,403,207	2,845,789	4,163,238	4,703,532	3,052,399	1,769,378	1,020,287	132,421
Salaries and wages.....	37,810,089	37,635	173,921	1,209,977	3,034,358	6,403,454	7,408,167	4,659,192	3,768,042	6,136,413	4,978,929
Repairs.....	1,307,001	11,117	21,722	69,653	209,298	273,915	309,940	123,901	122,586	100,903	63,968
Bad debts.....	281,038	3,473	*66	*12,561	17,265	*3,645	*4,507	16,530	59,154	40,819	123,019
Rent paid on business property.....	8,477,012	63,922	175,238	679,578	1,243,505	1,593,444	1,709,885	1,452,393	602,630	638,584	317,833
Taxes paid.....	5,505,213	39,563	62,203	283,324	576,513	1,052,138	1,005,030	754,709	511,668	698,146	521,918
Interest paid.....	1,257,424	10,832	20,585	68,006	179,815	248,193	241,145	111,551	187,325	98,493	91,478
Amortization.....	255,113	8,581	3,281	30,807	16,703	62,610	55,924	15,430	28,635	19,686	13,456
Depreciation.....	2,524,654	60,377	49,703	216,290	238,257	442,486	516,807	303,464	253,446	229,715	214,109
Depletion.....	--	--	--	--	--	--	--	--	--	--	--
Advertising.....	1,337,730	11,586	24,150	84,216	185,351	215,943	475,099	194,034	55,862	43,182	48,307
Pension, profit-sharing, stock bonus, and annuity plans.....	2,613,633	56,666	40,805	101,342	290,692	512,828	431,050	331,186	85,039	737,957	26,067
Employee benefit programs.....	2,065,362	*4,227	*7,558	44,171	101,214	250,427	368,265	311,269	146,388	495,708	336,134
Net loss, noncapital assets.....	17,016	--	1,343	--	--	12,030	--	84	2,713	585	262
Other deductions.....	39,749,238	351,670	738,852	1,915,408	3,982,144	5,683,384	7,518,278	4,110,185	2,669,790	4,521,584	8,257,943
Total receipts less total deductions <sup>2</sup> .....	14,859,375	150,458	348,452	861,838	2,058,973	3,493,884	3,971,209	1,598,960	897,110	1,110,737	369,754
Net income (less deficit) from a trade or business <sup>2</sup> .....	14,854,768	150,302	346,452	861,838	2,058,818	3,493,349	3,969,820	1,598,148	896,841	1,110,312	368,887
Net income.....	17,122,280	532,872	483,691	1,244,900	2,195,674	3,873,355	4,280,891	1,839,069	1,040,790	1,229,210	401,828
Deficit.....	2,267,512	382,589	137,239	383,061	136,856	380,006	311,071	240,921	143,949	118,898	32,941
Portfolio income (less deficit) distributed to shareholders.....	282,919	46,428	*522	3,603	3,418	16,264	24,677	26,291	83,289	53,089	25,338
Dividend income.....	11,529	*351	*219	*211	230	*917	*3,965	*409	159	312	4,756
Interest income.....	119,412	36,422	*303	3,978	3,337	18,196	10,176	5,327	10,243	17,028	14,403
Royalty income.....	4	--	--	--	1	--	--	2	--	( <sup>3</sup> )	1
Net short-term capital gain (less loss).....	9,269	8,015	--	--	1,764	268	-1,245	-7	67	-949	1,356
Net long-term capital gain (less loss).....	142,706	1,640	--	-586	-1,909	-3,117	11,782	20,560	72,820	36,698	4,819
Other portfolio income (net).....	-1	--	--	--	-5	--	--	--	--	--	4
Real estate rental net income (less deficit).....	51,891	12,050	--	5,005	13,069	6,968	3,551	3,546	-157	6,197	1,662
Net income.....	68,388	23,053	--	5,005	13,069	6,968	3,551	5,158	164	7,827	3,593
Deficit.....	16,496	11,003	--	--	--	--	--	1,612	320	1,629	1,931
Net income (less deficit) from other rental activity.....	53,413	3,125	--	20,288	--	--	22,262	80	123	6,357	1,178
Net income.....	53,528	3,125	--	20,288	--	--	22,262	80	123	6,468	1,182
Deficit.....	115	--	--	--	--	--	--	--	--	111	4
Total net income (less deficit).....	15,242,990	211,905	346,974	890,734	2,075,305	3,516,580	4,020,310	1,628,064	980,097	1,175,955	397,065
Net income.....	17,447,992	575,707	483,696	1,271,871	2,211,457	3,889,062	4,329,687	1,867,691	1,116,550	1,276,378	425,892
Deficit.....	2,205,002	363,802	136,723	381,137	136,151	372,482	309,377	239,626	136,453	100,423	28,827

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts										
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more	
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Arts, entertainment, and recreation</b>												
Number of returns.....	73,598	23,001	16,666	12,489	9,961	6,438	3,244	1,131	267	349	52	
Number of shareholders.....	125,733	42,178	25,017	17,209	16,112	13,069	6,769	2,666	876	1,545	292	
Total receipts <sup>2</sup> .....	35,010,501	187,445	1,105,569	2,258,571	3,228,311	4,782,005	4,654,771	3,972,269	1,893,942	7,154,320	5,773,299	
Business receipts.....	33,287,246	105,526	1,015,050	1,985,443	3,148,033	4,513,690	4,605,136	3,924,507	1,840,406	6,748,005	5,401,451	
Interest on Government obligations: State and local <sup>2</sup> .....	5,028	198	--	57	189	52	542	521	621	1,562	1,286	
Net gain, noncapital assets.....	152,902	*27,138	*3,586	*69,479	*26,287	*9,605	*2,007	926	2,412	9,252	2,211	
Other receipts.....	1,565,325	54,584	*86,933	203,592	53,802	258,658	47,086	46,316	50,504	395,501	368,350	
Total deductions.....	33,037,980	489,133	1,261,950	2,058,753	3,162,977	4,599,051	4,326,371	3,583,686	1,797,353	6,375,944	5,382,762	
Cost of goods sold.....	6,243,719	*10,647	163,188	218,428	467,416	1,211,466	880,848	779,207	429,247	803,412	1,279,859	
Compensation of officers.....	4,496,079	*3,950	192,431	230,058	473,196	393,921	747,137	276,382	67,330	1,850,824	280,851	
Salaries and wages.....	6,292,120	9,288	69,203	186,208	513,417	779,621	795,585	617,447	409,191	1,354,281	1,557,879	
Repairs.....	604,831	10,303	29,773	39,388	76,481	117,243	79,111	81,848	54,932	78,777	36,975	
Bad debts.....	38,606	423	--	*261	*4,274	*9,685	2,593	1,720	698	8,752	10,199	
Rent paid on business property.....	1,795,510	20,767	118,259	207,090	297,936	286,692	159,882	185,508	218,402	211,941	89,033	
Taxes paid.....	1,445,675	18,282	32,284	68,157	147,564	209,497	185,093	113,700	91,934	260,384	318,780	
Interest paid.....	675,513	36,200	11,941	43,807	76,607	64,571	118,112	89,102	38,582	73,994	122,596	
Amortization.....	298,037	27,286	4,203	*18,412	10,272	6,277	19,126	2,978	1,825	55,765	151,893	
Depreciation.....	1,895,654	106,014	115,536	126,605	159,461	252,659	183,886	259,106	120,126	306,602	265,659	
Depletion.....	--	--	--	--	--	--	--	--	--	--	--	
Advertising.....	657,670	11,963	21,555	34,651	69,595	77,446	74,631	72,056	56,649	137,299	101,824	
Pension, profit-sharing, stock bonus, and annuity plans.....	364,600	*304	*35,178	*5,833	*59,108	*21,364	55,692	70,401	14,222	28,820	73,677	
Employee benefit programs.....	295,762	515	*425	*2,586	14,036	22,154	38,253	29,583	36,162	72,324	79,723	
Net loss, noncapital assets.....	3,067	1,429	--	--	--	--	265	1	29	509	834	
Other deductions.....	7,931,138	231,761	467,975	877,268	793,614	1,146,454	986,158	1,004,646	258,021	1,132,261	1,032,979	
Total receipts less total deductions <sup>2</sup> .....	1,972,521	-301,688	-156,381	199,818	65,334	182,954	328,400	388,583	96,589	778,376	390,537	
Net income (less deficit) from a trade or business <sup>2</sup> .....	1,967,493	-301,886	-156,381	199,761	65,145	182,902	327,858	388,062	95,968	776,814	389,250	
Net income.....	4,000,385	208,217	118,855	327,458	285,759	399,454	467,542	537,738	171,626	915,744	567,990	
Deficit.....	2,032,892	510,102	275,236	127,698	220,615	216,553	139,684	149,676	75,658	138,930	178,740	
Portfolio income (less deficit) distributed to shareholders.....	556,705	152,439	74,221	9,714	59,222	6,504	16,060	27,880	13,848	39,349	157,467	
Dividend income.....	11,188	1,619	*63	124	*236	*2,474	1,121	1,333	163	2,233	1,822	
Interest income.....	122,551	42,368	5,653	2,406	1,501	6,525	12,089	6,825	4,125	17,484	23,574	
Royalty income.....	133,329	44,907	64,534	229	--	--	61	471	28	57	23,042	
Net short-term capital gain (less loss).....	12,232	-551	1	-46	-924	431	-117	12,723	-226	630	313	
Net long-term capital gain (less loss).....	256,371	55,837	3,970	6,969	58,409	-2,935	2,907	6,375	9,678	15,948	99,213	
Other portfolio income (net).....	21,034	8,258	--	32	( <sup>3</sup> )	9	--	154	79	2,997	9,505	
Real estate rental net income (less deficit).....	70,239	16,967	3,955	2,084	-353	1,404	838	8,637	1,775	4,842	30,090	
Net income.....	78,658	21,028	3,955	2,084	--	3,027	1,660	8,866	1,781	6,167	30,090	
Deficit.....	8,419	4,061	--	353	353	1,623	822	229	6	1,325	--	
Net income (less deficit) from other rental activity.....	113,969	-114	1,541	--	109,728	--	( <sup>3</sup> )	1	146	1,957	710	
Net income.....	115,092	--	2,163	--	109,728	--	( <sup>3</sup> )	1	146	2,303	749	
Deficit.....	1,123	114	622	--	--	--	--	--	( <sup>3</sup> )	347	39	
Total net income.....	2,708,406	-132,594	-76,664	211,558	233,742	190,810	344,756	424,579	111,737	822,962	577,518	
Net income.....	4,482,043	325,254	192,873	336,975	341,797	399,993	472,787	561,369	182,507	952,170	716,317	
Deficit.....	1,773,637	457,848	269,537	125,417	108,055	209,183	128,031	136,790	70,770	129,207	138,799	

Footnotes at end of table.

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts																			
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more										
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)									
<b>Accommodation and food services</b>																					
Number of returns.....	187,737	19,083	27,614	37,459	38,650	34,054	21,093	6,127	2,649	916	92										
Number of shareholders.....	384,059	51,930	43,699	65,062	76,671	66,078	57,280	12,833	6,528	3,362	616										
Total receipts <sup>2</sup> .....	148,518,935	384,998	1,754,605	6,298,509	13,832,427	24,158,003	32,292,702	21,546,654	19,081,745	16,963,087	12,206,204										
Business receipts.....	146,280,899	84,210	1,615,280	6,202,225	13,680,298	23,966,933	31,919,355	21,327,391	18,873,206	16,605,770	12,006,229										
Interest on Government obligations: State and local <sup>2</sup> .....	12,358	10	--	--	--	--	25	253	10,232	933	905										
Net gain, noncapital assets.....	175,750	*45,734	*26,177	*41,454	*574	11,957	*3,417	24,028	2,927	9,685	9798										
Other receipts.....	2,049,928	255,044	113,148	54,830	151,555	179,113	369,905	194,981	195,380	346,699	189,272										
Total deductions.....	145,417,127	669,985	1,978,173	6,607,660	13,743,868	23,397,769	31,079,289	20,954,687	18,341,680	16,691,463	11,952,552										
Cost of goods sold.....	56,404,448	31,805	583,388	2,364,912	5,405,002	9,302,172	12,013,042	8,473,059	7,612,710	6,617,486	4,000,871										
Compensation of officers.....	4,426,346	*27,944	67,050	300,846	798,764	921,056	998,615	701,902	252,476	254,496	103,197										
Salaries and wages.....	26,989,241	75,430	130,840	939,941	2,049,940	4,066,781	6,041,328	4,761,732	3,308,665	3,244,252	2,370,331										
Repairs.....	2,749,792	16,433	63,637	140,747	308,965	424,020	561,612	345,844	351,050	337,886	199,598										
Bad debts.....	190,889	*59,183	*750	4,077	11,244	58,042	9,629	12,530	9,615	11,255	14,564										
Rent paid on business property.....	10,320,133	48,981	260,606	741,801	1,289,531	1,683,936	2,215,742	1,174,393	1,153,389	1,042,472	709,282										
Taxes paid.....	6,685,641	46,321	97,026	333,101	650,602	1,078,254	1,487,751	847,597	654,953	682,459	807,576										
Interest paid.....	2,626,691	40,404	62,871	113,437	215,685	444,710	600,766	220,099	288,539	341,987	298,195										
Amortization.....	611,967	5,131	10,169	27,016	59,135	88,140	127,870	54,545	74,681	89,128	76,153										
Depreciation.....	4,822,896	64,358	131,515	305,656	436,181	663,162	847,944	607,536	620,112	606,895	539,537										
Depletion.....	2,698	--	--	--	2,698	--	--	--	--	--	--										
Advertising.....	4,025,315	7,052	29,316	126,903	244,657	510,546	694,445	466,440	933,232	640,258	372,466										
Pension, profit-sharing, stock bonus, and annuity plans.....	132,856	41	*1,237	*1,002	*8,292	12,284	17,432	21,569	5,749	30,906	34,343										
Employee benefit programs.....	1,255,237	*3,969	*1,552	*4,075	39,742	103,144	226,438	262,242	204,712	202,421	206,942										
Net loss, noncapital assets.....	83,786	3,780	40,024	--	19	1,474	20,117	863	1,398	7,611	8,500										
Other deductions.....	24,089,193	239,154	498,192	1,204,147	2,223,413	4,040,049	5,216,559	3,004,336	2,870,396	2,581,951	2,210,995										
Total receipts less total deductions <sup>2</sup> .....	3,101,808	-284,987	-223,569	-309,151	88,559	760,234	1,213,413	591,967	740,066	271,624	253,652										
Net income (less deficit) from a trade or business <sup>2</sup> .....	3,089,450	-284,997	-223,569	-309,151	88,559	760,234	1,213,388	591,713	729,833	270,691	252,747										
Net income.....	7,118,737	173,412	107,257	237,973	753,633	1,264,549	1,760,926	937,778	876,984	591,641	414,583										
Deficit.....	4,029,287	458,409	330,826	547,125	665,074	504,314	547,538	346,065	147,151	320,950	161,836										
Portfolio income (less deficit) distributed to shareholders.....	786,432	98,407	15,056	197,822	21,884	27,831	55,034	104,710	47,366	74,357	143,964										
Dividend income.....	10,699	*1,494	*89	*566	*7	*434	2,748	907	814	3,355	285										
Interest income.....	317,771	71,427	19,889	16,950	21,498	10,500	41,748	39,883	20,819	45,139	29,920										
Royalty income.....	12,462	--	--	--	--	2,459	--	--	1,074	8,690	238										
Net short-term capital gain (less loss).....	-5,328	-6,385	-4,921	13	--	89	2,525	-1,125	1,583	847	2,047										
Net long-term capital gain (less loss).....	450,769	31,793	--	180,293	379	14,348	8,014	65,046	23,152	16,269	111,473										
Other portfolio income (net).....	58	78	--	--	--	--	--	--	-76	57	( <sup>3</sup> )										
Real estate rental net income (less deficit).....	58,838	-29,932	--	16,461	-98	6,339	20,461	6,455	16,401	12,202	10,548										
Net income.....	110,047	16,783	--	16,722	44	7,588	20,815	6,960	16,755	13,802	10,576										
Deficit.....	51,209	46,715	--	261	143	1,249	354	505	354	1,600	28										
Net income (less deficit) from other rental activity.....	50,900	-3	--	12,525	33,496	2,346	1,095	388	17	784	252										
Net income.....	51,034	--	--	12,525	33,496	2,346	1,095	406	17	895	255										
Deficit.....	135	3	--	--	--	--	--	19	--	110	3										
Total net income (less deficit).....	3,985,619	-216,525	-208,512	-82,343	143,841	796,750	1,289,978	703,266	793,618	358,034	407,512										
Net income.....	7,789,487	221,076	118,637	453,316	769,935	1,298,073	1,809,234	1,040,627	905,031	661,095	512,462										
Deficit.....	3,803,868	437,601	327,149	535,659	626,094	501,323	519,256	337,361	111,414	303,061	104,951										

Footnotes at end of table.

## S Corporation Returns, 2003

**Table 4.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Size of Business Receipts and Industrial Sector--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Sector and item	Total S corporations	Size of business receipts									
		Under \$25,000	\$25,000 under \$100,000	\$100,000 under \$250,000	\$250,000 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$2,500,000	\$2,500,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$50,000,000	\$50,000,000 or more
		(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Other services											
Number of returns.....	195,716	73,663	--	51,295	31,788	21,439	12,938	2,747	1,315	503	28
Number of shareholders.....	313,863	110,728	--	80,001	51,563	36,161	23,179	7,769	2,861	1,413	188
Total receipts <sup>2</sup> .....	85,687,755	3,053,251	--	8,063,687	11,485,910	15,516,999	18,152,499	9,522,142	8,513,876	8,002,100	3,387,291
Business receipts.....	84,814,947	2,799,347	--	8,008,107	11,443,547	15,377,457	18,094,243	9,370,299	8,478,149	7,882,173	3,361,626
Interest on Government obligations: State and local <sup>2</sup> .....	12,154	3,281	--	--	--	--	8,417	30	286	140	--
Net gain, noncapital assets.....	218,496	42,121	--	*13,441	*7,574	*54,714	*27,314	1,583	208	65,171	6,369
Other receipts.....	642,158	208,501	--	32,139	34,789	84,828	22,525	150,230	35,233	54,616	19,296
Total deductions.....	82,905,726	3,111,076	--	7,884,559	11,101,924	14,998,171	17,358,311	9,227,719	8,300,709	7,664,113	3,259,144
Cost of goods sold.....	33,204,511	539,013	--	1,979,354	4,203,891	5,401,781	8,027,565	4,156,766	3,663,779	3,614,139	1,618,224
Compensation of officers.....	5,218,252	310,024	--	901,282	1,078,753	1,082,670	913,613	377,052	231,490	278,705	44,664
Salaries and wages.....	14,291,091	375,525	--	1,059,997	1,660,293	2,783,405	2,623,246	1,794,447	1,953,444	1,478,039	562,694
Repairs.....	953,288	75,962	--	118,094	131,871	146,706	207,704	95,839	39,371	106,244	31,496
Bad debts.....	219,550	522	--	37,349	30,949	25,879	72,387	18,809	20,547	7,872	5,236
Rent paid on business property.....	5,787,184	382,229	--	792,811	1,032,375	1,135,787	957,670	537,817	313,089	428,818	206,587
Taxes paid.....	3,011,727	92,450	--	330,586	393,073	579,259	563,360	351,489	372,362	243,020	86,128
Interest paid.....	967,391	51,937	--	196,818	114,566	149,064	229,086	72,011	64,198	74,198	15,514
Amortization.....	274,026	14,225	--	41,034	41,090	45,849	63,057	23,634	16,827	20,955	7,354
Depreciation.....	2,538,951	260,029	--	334,581	300,711	286,563	456,132	244,989	255,088	274,983	125,877
Depletion.....	--	--	--	--	--	--	--	--	--	--	--
Advertising.....	1,612,669	45,663	--	114,464	125,179	477,336	341,586	186,038	124,398	141,861	56,145
Pension, profit-sharing, stock bonus, and annuity plans.....	152,171	1,470	--	30,530	*3,352	31,319	35,346	17,534	2,814	16,223	13,584
Employee benefit programs.....	1,120,247	18,148	--	26,373	69,015	175,266	148,139	135,692	292,766	118,054	136,794
Net loss, noncapital assets.....	14,835	1,178	--	1,595	241	3,195	--	8,295	195	81	55
Other deductions.....	13,539,833	942,704	--	1,919,692	1,916,563	2,674,093	2,719,422	1,207,306	950,340	860,921	348,792
Total receipts less total deductions <sup>2</sup> .....	2,782,029	-57,826	--	169,128	383,986	518,828	794,189	294,423	213,167	337,987	128,147
Net income (less deficit) from a trade or business <sup>2</sup> .....	2,769,875	-61,105	--	169,128	383,986	518,828	785,772	294,394	212,880	337,847	128,147
Net income.....	5,009,695	404,151	--	630,043	650,027	951,843	1,102,459	469,009	288,356	374,450	139,358
Dividend income.....	2,239,820	465,257	--	460,915	266,040	433,015	316,687	174,615	75,475	36,603	11,211
Portfolio income (less deficit) distributed to shareholders.....	152,667	37,062	--	34,119	5,597	14,570	14,103	15,417	6,308	16,975	8,518
Interest income.....	14,297	5,748	--	*3,042	11	*175	3,213	*1,262	36	663	148
Royalty income.....	94,631	32,756	--	5,438	5,584	9,617	13,665	5,238	6,131	12,832	3,370
Net short-term capital gain (less loss).....	6,508	108	--	--	21	867	10	2,851	2	2,649	( <sup>3</sup> )
Net long-term capital gain (less loss).....	37,236	-1,551	--	25,639	-20	3,911	-2,785	6,067	139	837	5,001
Other portfolio income (net).....	-6	--	--	--	--	--	--	--	( <sup>3</sup> )	-6	--
Real estate rental net income (less deficit).....	32,949	852	--	25,727	-5,040	477	5,560	1,984	309	745	2,336
Net income.....	40,564	1,575	--	25,727	1,690	477	5,577	1,984	454	746	2,336
Deficit.....	7,615	722	--	--	6,730	--	16	--	145	1	--
Net income (less deficit) from other rental activity.....	7,578	6,485	--	--	--	--	--	--	782	311	--
Net income.....	7,592	6,499	--	--	--	--	--	--	782	311	--
Deficit.....	14	14	--	--	--	--	--	--	--	--	--
Total net income (less deficit).....	2,963,070	-16,707	--	228,973	384,543	533,874	805,435	311,794	220,279	355,878	139,001
Net income.....	5,154,342	439,005	--	678,041	646,631	958,325	1,120,742	479,541	295,100	387,070	149,887
Deficit.....	2,191,271	455,711	--	449,068	262,088	424,451	315,307	167,747	*74,821	31,192	10,886

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

<sup>1</sup> Includes returns not allocable by industrial group, which are not shown separately.<sup>2</sup> Includes interest on Government obligations: State and local, which is not reflected in net income (less deficit) from a trade or business.<sup>3</sup> Less than \$500.

NOTE: Detail may not add to totals because of rounding.

# S Corporation Returns, 2003

**Table 5.--S Corporations With Real Estate Rental Income: Income and Expenses, by Industrial Sector and Selected Major Industrial Group**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	All industries	Agriculture, forestry, fishing, and hunting	Mining	Utilities	Construction	Manufacturing
	(1)	(2)	(3)	(4)	(5)	(6)
Number of returns.....	248,961	6,825	661	*7	15,728	4,133
Gross income.....	29,894,658	340,990	35,354	*524	1,053,842	375,513
Real estate rental expenses, total.....	24,237,505	160,875	21,438	*503	925,093	201,667
Advertising.....	108,532	551	*176	--	5,300	133
Auto and travel.....	131,484	*292	*7	--	3,384	327
Cleaning and maintenance.....	848,891	2,244	710	--	32,712	5,877
Commissions.....	125,456	900	*237	--	6,691	1,367
Insurance.....	885,588	5,630	432	--	25,282	3,998
Legal and other professional fees.....	1,332,840	5,555	967	--	27,824	5,963
Interest expense.....	5,993,194	31,282	2,940	*205	275,126	35,315
Repairs.....	1,595,160	12,643	1,849	*25	56,711	16,545
Taxes.....	3,300,350	33,293	2,610	*41	109,815	32,337
Utilities.....	1,510,918	10,116	2,216	*3	49,732	15,792
Wages and salaries.....	1,287,812	3,892	979	--	40,109	4,528
Depreciation from Form 4562.....	4,388,775	37,004	6,311	*227	217,620	55,567
Other expenses.....	2,728,505	17,472	2,003	--	74,789	23,920
Net gain (less loss) sales of business property.....	68,092	*272	1	--	626	*297
Gain.....	71,068	*272	1	--	655	*297
Loss.....	2,976	--	--	--	*29	--
Net Income (less deficit) from partnerships and fiduciaries.....	1,034,237	494	-2,190	*-1,692	-11,407	10,707
Income.....	1,732,557	3,329	3,165	*3	172,788	19,479
Deficit.....	698,320	2,835	5,355	*1,696	184,195	8,773
Real estate rental net income (less deficit).....	6,759,271	180,882	11,726	*-1,671	117,977	184,850
Income.....	9,544,351	196,948	17,776	*80	411,943	204,303
Deficit.....	2,785,080	16,066	6,049	*1,751	293,966	19,453

Item	Wholesale and retail trade				Transportation and warehousing	Information
	Total	Wholesale trade	Retail trade	Not allocable		
	(7)	(8)	(9)	(10)	(11)	(12)
Number of returns.....	14,958	5,302	9,656	--	1,628	393
Gross income.....	997,312	477,656	519,656	--	237,037	55,320
Real estate rental expenses, total.....	486,737	186,577	300,160	--	140,078	13,416
Advertising.....	828	135	693	--	412	2
Auto and travel.....	278	154	124	--	548	*12
Cleaning and maintenance.....	12,196	5,643	6,552	--	3,008	649
Commissions.....	5,472	1,666	3,805	--	553	*47
Insurance.....	13,309	4,221	9,088	--	9,173	591
Legal and other professional fees.....	12,669	3,931	8,737	--	3,984	762
Interest expense.....	86,389	41,434	44,955	--	25,279	*518
Repairs.....	25,681	8,780	16,901	--	7,920	1,814
Taxes.....	62,384	24,347	38,036	--	17,995	1,430
Utilities.....	16,644	5,419	11,225	--	7,069	1,173
Wages and salaries.....	7,532	5,010	2,522	--	18,722	*520
Depreciation from Form 4562.....	157,261	64,887	92,374	--	29,677	2,280
Other expenses.....	86,095	20,949	65,146	--	15,738	3,616
Net gain (less loss) sales of business property.....	*153	*14	*138	--	*8	--
Gain.....	*156	*17	*138	--	*8	--
Loss.....	*2	*2	--	--	--	--
Net Income (less deficit) from partnerships and fiduciaries.....	47,284	28,719	18,565	--	2,854	28,406
Income.....	60,730	32,982	27,749	--	4,321	29,126
Deficit.....	13,446	4,263	9,184	--	1,467	720
Real estate rental net income (less deficit).....	558,013	319,813	238,200	--	99,822	70,309
Income.....	615,623	333,157	282,466	--	107,253	71,758
Deficit.....	57,610	13,344	44,266	--	7,431	1,449

Footnotes at end of table.

# S Corporation Returns, 2003

**Table 5.--S Corporations With Real Estate Rental Income: Income and Expenses, by Industrial Sector and Selected Major Industrial Group--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Finance and insurance	Real estate and rental and leasing		Professional, scientific, and technical services	Management of companies (holding companies)	Administrative and support and waste management and remediation services
		Total	Real estate			
	(13)	(14)	(15)	(16)	(17)	(18)
Number of returns.....	2,392	175,721	174,598	6,633	6,172	1,368
Gross income.....	96,376	25,639,606	25,444,417	215,986	87,153	55,948
Real estate rental expenses, total.....	78,311	21,432,321	21,179,432	148,013	71,767	44,300
Advertising.....	82	94,888	94,659	*4,345	130	*49
Auto and travel.....	54	120,546	120,527	*3	84	*8
Cleaning and maintenance.....	2,921	765,187	747,670	6,970	4,280	819
Commissions.....	184	109,364	108,638	*57	*258	*20
Insurance.....	2,607	806,308	798,334	3,387	1,176	1,659
Legal and other professional fees.....	4,926	1,246,647	1,240,033	4,034	2,845	2,350
Interest expense.....	18,042	5,352,921	5,321,599	22,106	15,394	11,964
Repairs.....	2,851	1,414,039	1,407,069	11,140	2,640	1,429
Taxes.....	10,283	2,934,534	2,923,577	25,523	9,648	6,262
Utilities.....	4,687	1,350,236	1,334,821	7,840	4,289	3,574
Wages and salaries.....	3,276	1,132,867	1,122,971	2,886	*4,394	*987
Depreciation from Form 4562.....	16,921	3,703,742	3,591,714	36,598	15,603	9,888
Other expenses.....	11,478	2,401,043	2,367,821	23,122	11,024	5,290
Net gain (less loss) sales of business property.....	44	65,601	65,459	--	1,081	--
Gain.....	44	68,517	68,375	--	1,081	--
Loss.....	--	2,916	2,916	--	--	--
Net Income (less deficit) from partnerships and fiduciaries.....	11,616	822,930	821,264	67,721	1,118	28,527
Income.....	30,060	1,228,328	1,226,271	71,925	43,525	30,735
Deficit.....	18,445	405,397	405,007	4,204	42,407	2,208
Real estate rental net income (less deficit).....	29,752	5,095,567	5,151,460	135,694	17,585	40,175
Income.....	64,526	7,268,377	7,223,009	168,978	66,075	48,282
Deficit.....	34,774	2,172,810	2,071,549	33,284	48,490	8,107

Item	Educational services	Health care and social assistance	Arts, entertainment, and recreation	Accommodation and food services	Other services
	(19)	(20)	(21)	(22)	(23)
Number of returns.....	**	2,403	**	5,172	2,830
Gross income.....	**	166,376	**	304,807	65,698
Real estate rental expenses, total.....	**	117,453	**	258,565	35,007
Advertising.....	**	227	**	566	*12
Auto and travel.....	**	1,413	**	4,274	*69
Cleaning and maintenance.....	**	3,434	**	3,468	*343
Commissions.....	**	*15	**	*183	3
Insurance.....	**	3,068	**	4,785	*1,259
Legal and other professional fees.....	**	2,772	**	7,200	*505
Interest expense.....	**	40,950	**	40,930	*10,348
Repairs.....	**	8,216	**	22,816	*2,624
Taxes.....	**	8,955	**	26,539	4,364
Utilities.....	**	6,044	**	14,506	*916
Wages and salaries.....	**	1,196	**	60,431	*822
Depreciation from Form 4562.....	**	29,673	**	41,613	13,114
Other expenses.....	**	11,492	**	31,255	623
Net gain (less loss) sales of business property.....	**	*6	**	( <sup>1</sup> )	--
Gain.....	**	*19	**	14	--
Loss.....	**	*13	**	*14	--
Net Income (less deficit) from partnerships and fiduciaries.....	**	2,961	**	12,596	2,258
Income.....	**	4,316	**	14,889	2,423
Deficit.....	**	*1,354	**	2,293	*165
Real estate rental net income (less deficit).....	**	51,891	**	58,838	32,949
Income.....	**	68,388	**	110,047	40,564
Deficit.....	**	16,496	**	51,209	*7,614

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

\*\* In order to avoid disclosure of information for specific corporations, these columns have been hidden.

<sup>1</sup> Less than \$500.

NOTE: Detail may not add to total because of rounding.

# S Corporation Returns, 2003

**Table 6.--S Corporations: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Number of Shareholders**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Total <sup>1</sup>	Number of shareholders						
		1	2	3	4-10	11-20	21-30	31 or greater
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Number of returns.....	3,341,606	1,975,392	968,321	187,465	189,874	14,482	2,923	3,150
Number of shareholders.....	5,847,219	1,975,392	1,936,641	562,394	968,915	203,068	72,842	127,967
Total assets.....	2,186,582,412	689,968,723	426,303,195	203,380,839	473,532,641	149,685,865	70,614,814	173,096,335
Total receipts <sup>2</sup> .....	4,232,565,964	1,529,874,888	1,073,471,972	439,166,048	860,717,719	172,386,703	63,412,635	93,535,999
Business receipts.....	4,152,365,102	1,503,297,610	1,057,944,810	432,755,997	844,588,915	167,119,974	61,159,489	85,498,308
Interest on Government obligations:								
State and local <sup>2</sup> .....	1,363,342	251,901	160,292	206,467	288,747	140,282	83,957	231,695
Net gain, noncapital assets.....	7,105,203	2,832,569	1,505,748	514,554	1,156,855	445,363	66,403	583,712
Other receipts.....	71,732,316	23,492,807	13,861,122	5,689,030	14,683,203	4,681,085	2,102,785	7,222,285
Total deductions.....	4,059,628,006	1,460,869,563	1,035,088,136	424,028,487	827,975,391	165,227,189	60,155,702	86,283,539
Cost of goods sold.....	2,576,430,390	874,234,643	655,577,202	288,215,480	555,128,716	109,791,530	39,310,227	54,172,591
Compensation of officers.....	160,754,610	67,394,585	46,228,351	15,181,115	25,235,067	3,373,625	1,418,677	1,923,189
Salaries and wages.....	449,732,962	171,811,811	112,214,886	41,949,847	86,248,108	19,132,536	6,705,252	11,670,523
Repairs.....	26,225,941	10,251,505	6,979,042	2,471,386	4,795,451	969,359	346,825	412,372
Bad debts.....	8,990,922	3,608,221	1,824,305	967,160	1,603,653	451,853	152,082	383,648
Rent paid on business property.....	112,505,390	47,266,411	30,779,499	10,574,319	18,730,625	3,093,474	1,003,155	1,057,907
Taxes paid.....	89,222,910	32,524,345	24,874,862	8,507,905	16,818,662	3,386,986	1,284,141	1,826,008
Interest paid.....	37,154,873	12,801,289	8,140,838	3,440,894	7,329,205	2,224,813	891,635	2,326,198
Amortization.....	5,712,477	2,026,881	1,176,324	447,587	1,345,592	362,666	97,678	255,749
Depreciation.....	82,261,523	30,167,780	19,112,949	8,028,844	17,095,112	4,103,038	1,602,145	2,151,655
Depletion.....	388,873	96,093	36,128	39,954	132,818	42,666	14,772	26,442
Advertising.....	40,398,858	14,584,665	10,253,034	4,036,151	8,024,391	1,738,899	816,455	945,264
Pension, profit-sharing, stock bonus, and annuity plans.....	17,974,203	7,034,356	3,772,092	1,616,546	3,180,437	889,095	317,777	1,163,900
Employee benefit programs.....	39,766,082	13,038,987	8,436,813	3,837,873	9,875,716	2,326,535	868,432	1,381,726
Net loss, noncapital assets.....	915,490	346,545	266,742	46,418	208,895	22,328	11,791	12,772
Other deductions.....	411,192,503	173,681,444	105,415,071	34,667,009	72,222,943	13,317,784	5,314,658	6,573,594
Total receipts less total deductions <sup>2</sup> .....	172,937,958	69,005,325	38,383,835	15,137,561	32,742,329	7,159,515	3,256,933	7,252,460
Net income (less deficit) from a trade or business <sup>2</sup> .....	171,574,616	68,753,423	38,223,543	14,931,094	32,453,582	7,019,233	3,172,976	7,020,765
Net income.....	236,674,565	100,036,896	54,187,875	20,419,717	41,379,133	9,041,025	3,826,856	7,783,064
Deficit.....	65,099,950	31,283,473	15,964,332	5,488,622	8,925,552	2,021,792	653,880	762,299
Portfolio income (less deficit) distributed to shareholders.....	34,779,288	13,621,959	6,730,862	2,763,428	7,004,326	2,089,744	618,717	1,950,251
Dividend income.....	2,546,888	644,215	234,011	132,345	885,055	225,774	53,754	371,733
Interest income.....	8,496,728	3,152,288	1,499,959	720,129	1,860,164	517,738	226,817	519,634
Royalty income.....	758,448	168,035	198,864	106,575	156,959	47,937	32,173	47,906
Net short-term capital gain (less loss).....	1,613,390	886,643	316,007	157,546	74,830	34,313	35,481	108,571
Net long-term capital gain (less loss).....	20,976,005	8,650,357	4,475,306	1,594,675	3,954,244	1,256,513	269,976	774,935
Other portfolio income (net).....	387,828	120,422	6,715	52,157	73,075	7,469	516	127,473
Real estate rental net income (less deficit).....	6,759,271	1,432,748	1,639,221	803,027	2,021,011	494,557	177,267	191,440
Net income.....	9,544,351	2,763,662	2,309,461	1,062,896	2,395,833	582,462	208,849	221,190
Deficit.....	2,785,080	1,330,914	670,239	259,869	374,822	87,905	31,582	29,750
Net income (less deficit) from other rental activity.....	568,606	183,828	-8,961	256,237	101,754	12,496	16,764	6,488
Net income.....	1,282,959	509,388	175,811	270,987	237,609	49,577	27,363	12,223
Deficit.....	714,353	325,559	184,772	14,750	135,855	37,081	10,600	5,735
Total net income (less deficit).....	213,681,780	83,991,959	46,584,666	18,753,786	41,580,673	9,616,029	3,985,724	9,168,944
Net income.....	276,531,538	115,012,428	62,109,926	24,031,973	49,861,550	11,358,864	4,595,806	9,560,990
Deficit.....	62,849,757	31,020,469	15,525,260	5,278,187	8,280,878	1,742,835	610,082	392,046

<sup>1</sup> Total includes S corporations for which neither a number of shareholders was reported nor a Schedule K-1, *Shareholder's Share of Income, Credits, Deductions, etc.*, was filed.

<sup>2</sup> Includes interest on Government obligations: State and local, which is not reflected in net income (less deficit) from a trade or business.

NOTE: Detail may not add to totals because of rounding.

# Split-Interest Trusts, Filing Year 2004

by Lisa Schreiber

**T**he Split-Interest Trust Information Return (Form 5227) is filed by entities with both charitable and noncharitable beneficiaries. More than 123,000 Forms 5227 were filed in 2004, an increase of 1.6 percent from Filing Year 2003 [1]. In total, \$7.9 billion in distributions were reported for split-interest trusts in 2004. The end of year book value of assets in Filing Year 2004 was more than \$100.8 billion.

A split-interest trust can be created by a will or a trust document. The trust instrument specifies the term of the trust, designates the trustee as well as the beneficiaries, and provides parameters for managing assets and distributing income to the beneficiaries. The instrument usually specifies the contents of the trust. The individual who owns, and then transfers, the assets that make up the trust corpus, is known as the grantor.

A trustee is charged with holding, investing, and distributing the income and assets of the trust. A trustee may be an individual, a group of individuals, or an entity such as a bank or charity. Each trustee must ensure that all transactions, including distributions, conform to the requirements of the trust document and any applicable laws. Additionally, trustees must coordinate the preparation, verification, and submission of all required State and Federal tax forms.

There are three distinct types of split-interest trusts: charitable remainder trusts, charitable lead trusts, and pooled income funds. In 2004, there were 115,955 returns filed for charitable remainder trusts. Trustees for charitable lead trusts submitted 5,658 returns in 2004, while trustees for pooled income funds submitted 1,591 returns.

## Charitable Remainder Trusts

Under a charitable remainder trust (CRT) agreement, an income stream is distributed annually to one or more noncharitable beneficiaries for a defined period of time. The period may be either a fixed duration, statutorily limited to 20 years, or the lifetime of a noncharitable beneficiary [2]. A beneficiary must report the distributions as gross income on his or her *U.S. Individual Income Tax Return* (Form

1040). At the conclusion of the period, the trust is dissolved, and the remaining value is distributed to predetermined charitable beneficiaries [3]. The charitable distribution must equal at least 10.0 percent of the initial fair market value of the assets placed in the trust [4]. At the time of trust creation, the donor receives an income tax deduction based on an estimate of the charitable distribution. The donor is also eligible for a gift tax deduction if the charitable beneficiary has been named.

There are two types of charitable remainder trusts. Charitable remainder annuity trusts (CRATs) and charitable remainder unitrusts (CRUTs) differ in the calculation of the noncharitable distribution amount. Charitable remainder annuity trusts annually distribute a fixed percentage, between 5.0 percent and 50.0 percent, of the initial fair market value of the property in the trust. As a result, the amount of the distribution to noncharitable beneficiaries from a CRAT should be the same each year. Charitable remainder unitrusts distribute a fixed percentage, between 5.0 percent and 50.0 percent, of the fair market value of the trust property, valued annually. Therefore, the value of the distribution to noncharitable beneficiaries from a CRUT, called the unitrust amount, may vary from year to year, depending on the value of the assets in the trust.

There are two common variants of charitable remainder unitrusts that allow for added flexibility of noncharitable distributions. One variant, a net income charitable remainder unitrust (NI-CRUT), permits the trustee to distribute only the amount of trust income for that year, should that amount be less than the distribution that would otherwise be required [5]. This allows the trustee to limit distributions in years when the trust's income is low, so as to not deplete the trust corpus. A related variant is called the net income with makeup charitable remainder unitrust (NIM-CRUT) [6]. A NIM-CRUT works like a NI-CRUT, in that the trustee is allowed to distribute the lesser of the trust income or the required percentage of fair market value. However, the reductions in distributions accumulate. The trustee must make up for previous distribution deficiencies when trust income permits.

Charitable remainder unitrusts may accept property transfers throughout the life of the trust. These are called "additional contributions." These

*Lisa Schreiber is an economist with the Special Studies Special Projects Section. This article was prepared under the direction of Barry W. Johnson, Chief.*

## Split-Interest Trusts, Filing Year 2004

contributions may be in the form of any asset, including cash and financial assets. All additional contributions must be detailed on an attachment to the Form 5227 filed for the year in which the contribution was received. The presence of additional contributions complicates the calculation of the unitrust amount. Preparers must prorate the value of the contributions based on the date they were donated to the trust [7]. The unitrust amount is then calculated by multiplying the sum of the balance sheet fair market value and the prorated value of the additional contributions by the unitrust percentage.

### Charitable Lead Trusts

Under a charitable lead trust (CLT) agreement, a charitable organization receives the income interest in the trust assets, while the remainder interest is transferred to a noncharitable beneficiary or the donor. Annual distributions are made to a predetermined charitable beneficiary. The amount of CLT distributions is not constrained by minimum or maximum payout restrictions. The distributions continue for the lifetime of an individual, who is usually the grantor or the grantor's spouse [8].

Charitable lead trusts are classified as annuity trusts or unitrusts depending on the calculation of the distribution amount. Charitable lead annuity trusts (CLATs) distribute a fixed dollar amount or a fixed percentage of the initial fair market value of the trust property. Charitable lead unitrusts (CLUTs) distribute a fixed percentage of the net fair market value of the trust property, determined annually. CLATs tend to be favored over CLUTs. CLATs do not require that the trust property be revalued annually, therefore reducing the trustee's costs, and allow the noncharitable remainder beneficiaries to benefit from the appreciation of trust assets.

CLTs are further classified by the role of the grantor or donor. If the donor of the trust assets is the noncharitable beneficiary, the trust is classified as a grantor charitable lead trust. In this case, the grantor will receive an income tax deduction up to the amount of the present value of the charitable distributions as well as a gift tax deduction [9]. Because a grantor CLT is not considered to be a separate taxable entity, the grantor must pay tax on income earned by the trust. Grantor CLTs are generally used to convert future charitable contributions into a current tax deduction. A trust is classified as a

nongrantor charitable lead trust if the donor of the trust property is not a beneficiary. In the case of nongrantor charitable lead trusts, the grantor receives only a gift tax charitable deduction at the time of the trust creation equal to the present value of the charitable distributions. The nongrantor CLT is considered to be a fully taxable separate entity for income tax purposes. As a result, the grantor is not liable for tax owed on trust income. Nongrantor CLTs are generally used as a transfer tax reduction technique.

### Pooled Income Funds

Under a pooled income fund (PIF) arrangement, donors to a charitable organization contribute assets to a pool of donated assets and in return receive income payments for the remainder of the grantors' lifetimes [10]. The transfer of assets to the fund must be irrevocable. Generally, donors make contributions to existing pooled income funds, thus incurring far lower administrative costs to the grantor than a charitable remainder trust. At the time of donation, the grantor receives income and gift tax deductions equal to the estimated value of the final charitable contribution. The donee charity, commonly a large educational institution, is responsible for the maintenance of the fund, including investing assets and the distributing to beneficiaries. PIFs are prohibited from investing in tax-exempt securities. Each year, grantors receive a distribution from the fund based on the ratio of their contributions to the value of the investment pool and the return on the fund assets for that year. These distributions are reported as gross income on the grantor's Form 1040. At the time of the donor's death, the charity receives the grantor's prorated share of the value of the PIF.

### Filing and Reporting Requirements

A *Split-Interest Trust Information Return* (Form 5227) must be submitted for each calendar year a split-interest trust is in existence [11]. Form 5227 must be filed with the IRS by April 15 of the year following the applicable calendar year. Form 5227 is used to disclose the financial activities of the trust, not to calculate tax liability. If a trust incurred any taxable income during the calendar year, a Form 1041, *United States Income Tax Return for Estates and Trusts*, must be completed.

## Split-Interest Trusts, Filing Year 2004

Form 5227 is divided into several parts, many of which are only completed for one type of split-interest trust. The first section of the return outlines the identification details of the SIT, and is the only portion of the return that is completed in its entirety for all trust types. The trust name, identification number, the type of trust, and the creation date of the trust are included in this section. Trustee information, such as name and address, is also included. Additionally, the end-of-year fair market values of the trust assets are reported. A checkbox allows preparers of charitable remainder trust returns to declare any unrelated business taxable income (UBIT), thus indicating their need to file a Form 1041.

**A paid preparer completed 31.3 percent of returns filed in 2004.**

This article primarily focuses on split-interest trust reporting for Filing Year 2004. Throughout this article, trusts are described in terms of their size as being small, medium, or large, based on the trust's reported end-of-year total book value of

assets. Small trusts are those that reported total assets of \$500,000 or less, including those trusts that either did not report end-of-year book value of total assets, or that reported the amount as zero [12]. Medium size trusts are those with between \$500,000 and \$3.0 million in total assets. Large trusts reported total assets of \$3.0 million or more.

### Overview

The number of Forms 5227 filed increased from 121,309 during Filing Year 2003 to 123,205 in 2004 (Figure A). In Filing Year 2004, about 27.0 percent of Forms 5227 reported a charity as the trustee (Figure B). Trust grantors or beneficiaries were reported as trustees on 26.1 percent of the returns, and financial institutions were trustees on 16.2 percent of returns. Other entities, including trusts and noncharitable organizations, were the most common type of trustee for charitable lead trusts. The trust grantor or a beneficiary of the trust was most likely to act as the trustee of a charitable unitrust, where they made up 31.0 percent of the trustees. Charities were the most common trustees for charitable remainder annuity trusts. Financial

institutions were the most common trustees for pooled income funds.

A paid preparer completed 31.3 percent of returns filed in 2004. However, the trustee type may indicate the presence of a professional preparer even when the return does not indicate a paid preparer. Of those returns which did not indicate a paid preparer, 23.0 percent reported financial institutions or charities as the trustee. When entities such as these are acting as trustee, it is likely that the return was professionally prepared even if a paid preparer did not sign the return. CLTs were the type of trust least likely to be completed by a paid preparer; in 2004, only 17.1 percent of returns filed for CLTs were completed by a paid preparer. PIFs were the type of trust most likely to be completed by a paid preparer. Returns reporting charities acting as trustee were the most likely to be prepared by a paid preparer. Trusts with the grantor acting as trustee were the least likely to utilize a paid preparer.

### Ordinary Income and Deductions

The ordinary income and deductions portion of Form 5227 is completed only for charitable remainder trusts, for which 115,955 returns were filed in 2004. Reported income is divided into seven classifications which include interest income, ordinary dividends, and business income or loss. For 2004, a total ordinary income of \$3.0 billion was reported for CRTs. Deductions allocable to ordinary income are divided into three classifications: interest, taxes, and other and totaled \$611.8 million in 2004 [13]. The total value of deductions is subtracted from the total value of ordinary income, resulting in the ordinary income less deductions, referred to in this article as "net ordinary income." For 2004, this amount was \$2.4 billion.

Capital gains and losses are not included in net ordinary income. The total short-term capital gain or loss amount, as well as the total long-term capital gain or loss amount, is taken from Form 1041 Schedule D, *Capital Gains and Losses*, for the corresponding tax year. Deductions reduce the short- and long-term amounts, resulting in a "net short-term capital gain" and a "net long-term capital gain." Charitable remainder trust returns reported total net capital gains of \$2.9 billion in 2004.

Nontaxable income is also reported separately from ordinary income. Charitable remainder trusts

# Split-Interest Trusts, Filing Year 2004

**Figure A**

## Profile of Split-Interest Trusts, by Type of Trust, Filing Years 2003 and 2004

[Money amounts are in thousands of dollars]

Item	All			Charitable remainder annuity trusts			Charitable remainder unitrusts		
	2003	2004	Percentage change	2003	2004	Percentage change	2003	2004	Percentage change
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>Number of returns</b> .....	<b>121,309</b>	<b>123,205</b>	<b>1.6</b>	<b>22,783</b>	<b>22,626</b>	<b>-0.7</b>	<b>91,371</b>	<b>93,329</b>	<b>2.1</b>
<b>Total net income</b> <sup>1</sup> .....	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>812,354</b>	<b>547,372</b>	<b>-32.6</b>	<b>4,606,908</b>	<b>4,848,014</b>	<b>5.2</b>
Net ordinary income <sup>2</sup> .....	N/A	N/A	N/A	234,505	229,106	-2.3	2,257,780	2,129,437	-5.7
Total net capital gains (losses) <sup>3</sup> .....	N/A	N/A	N/A	529,358	275,870	-47.9	2,268,364	2,634,604	16.1
Nontaxable income <sup>4</sup> .....	N/A	N/A	N/A	48,491	42,397	-12.6	80,763	83,973	4.0
<b>Total distributions</b> <sup>5</sup> .....	<b>10,420,829</b>	<b>7,896,794</b>	<b>-24.2</b>	<b>869,291</b>	<b>939,003</b>	<b>8.0</b>	<b>8,494,256</b>	<b>5,939,494</b>	<b>-30.1</b>
<b>Total assets at end-of-year:</b>									
Book value <sup>6</sup> .....	105,620,903	100,809,429	-4.6	9,596,835	9,464,536	-1.4	81,564,412	77,368,620	-5.1
Fair market value <sup>7</sup> .....	N/A	N/A	N/A	N/A	N/A	N/A	84,697,749	89,573,997	5.8

Item	Charitable lead trusts			Pooled income funds		
	2003	2004	Percentage change	2003	2004	Percentage change
	(10)	(11)	(12)	(13)	(14)	(15)
<b>Number of returns</b> .....	<b>5,481</b>	<b>5,658</b>	<b>3.2</b>	<b>1,675</b>	<b>1,591</b>	<b>-5.0</b>
<b>Total net income</b> <sup>1</sup> .....	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Net ordinary income <sup>2</sup> .....	N/A	N/A	N/A	N/A	N/A	N/A
Total net capital gains (losses) <sup>3</sup> .....	N/A	N/A	N/A	N/A	N/A	N/A
Nontaxable income <sup>4</sup> .....	N/A	N/A	N/A	N/A	N/A	N/A
<b>Total distributions</b> <sup>5</sup> .....	<b>940,159</b>	<b>905,054</b>	<b>-3.7</b>	<b>117,123</b>	<b>113,244</b>	<b>-3.3</b>
<b>Total assets at end-of-year:</b>						
Book value <sup>6</sup> .....	12,781,399	12,318,893	-3.6	1,678,256	1,657,381	-1.2
Fair market value <sup>7</sup> .....	N/A	N/A	N/A	N/A	N/A	N/A

N/A--Not applicable.

<sup>1</sup> Calculated as the sum of "ordinary income less deductions" (Form 5227, Part I, line 13), "net short-term capital gains (losses)" (line 16), "net long-term capital gains (losses)" (line 19), and "current tax year nontaxable income" (Part II, line 21(d)).

<sup>2</sup> Taken from "ordinary income less deductions" (Form 5227, Part I, line 13).

<sup>3</sup> Calculated as the sum of "net short-term capital gains (losses)" (Form 5227, Part I, line 16) and "net long-term capital gains (losses)" (line 19).

<sup>4</sup> Taken from "current tax year nontaxable income" (Form 5227, Part II, line 21(d)).

<sup>5</sup> In the case of charitable remainder annuity trusts and charitable remainder unitrusts, the value of distributions is calculated as the sum of all distribution types from the Current Distributions Schedule (Form 5227, Part III). In the case of charitable lead trusts, distributions have been calculated as the sum of "excess income required to be paid for charitable purposes" (line 2), "annuity or unitrust payment required to be paid to charitable beneficiaries" (line 3), and "annuity or unitrust payments required to be paid to private beneficiaries" (line 4) from Form 5227, Section A, the Questionnaire for Charitable Lead Trusts. In the case of pooled income funds, distributions were calculated as the amount required to be distributed to the remainder beneficiary that remain undistributed (line 3), plus "amount required to be paid to private beneficiaries" (line 4), plus "amount required to be paid to the charitable beneficiary" (line 5) from Form 5227, Part VII, Section B, Questionnaires for Pooled Income Funds.

<sup>6</sup> Taken from Form 5227, Part IV, line 37, column (b).

<sup>7</sup> For charitable remainder unitrusts, taken from an estimated end-of-year fair market value. The end-of-year fair market value is taken from Form 5227, Line C and verified using information provided on Part IV.

NOTE: Detail may not add to totals due to rounding.

reported \$126.4 million in nontaxable income in 2004. In this article, total net income is defined as the sum of net ordinary income, net capital gains, and nontaxable income. Despite an increase in number of returns filed, the total net income reported for charitable remainder trusts decreased by 0.4 percent from 2003 to 2004. The decrease is attributable to the 32.6-percent decline in the total net income reported

for CRATs. The decline in total net income largely results from a 47.9-percent decline in net capital gains.

### Accumulation Schedule

The accumulation schedule section shows the flow of income through the trust from January 1 to December 31 of the tax year [14]. This portion is also only completed for charitable remainder trusts. Income is reported in two categories, undistributed from prior

# Split-Interest Trusts, Filing Year 2004

**Figure B**

## Utilization of Paid Preparers and Distribution of Trustee Type, by Type of Trust, Filing Year 2004

Type of trustee/ preparer status	All		Charitable remainder annuity trust		Charitable remainder unitrust		Charitable lead trust		Pooled income fund	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>All returns.....</b>	<b>123,205</b>	<b>100.0</b>	<b>22,626</b>	<b>100.0</b>	<b>93,329</b>	<b>100.0</b>	<b>5,658</b>	<b>100.0</b>	<b>1,591</b>	<b>100.0</b>
Grantor or beneficiary.....	32,115	26.1	2,236	9.9	28,949	31.0	850	15.0	*80	*5.0
Other individual.....	5,721	4.6	655	2.9	3,941	4.2	1,124	19.9	--	--
Financial institution.....	19,930	16.2	3,644	16.1	14,735	15.8	913	16.1	638	40.1
Charity.....	33,262	27.0	9,802	43.3	22,905	24.5	*94	*1.7	461	29.0
Other entity <sup>1</sup> .....	32,178	26.1	6,289	27.8	22,800	24.4	2,677	47.3	412	25.9
<b>Paid preparer <sup>2</sup>.....</b>	<b>38,624</b>	<b>31.3</b>	<b>10,268</b>	<b>45.4</b>	<b>26,568</b>	<b>28.5</b>	<b>968</b>	<b>17.1</b>	<b>820</b>	<b>51.5</b>
Grantor or beneficiary.....	1,706	1.4	74	0.3	1,554	1.7	*78	*1.4	--	--
Other individual.....	478	0.4	*122	*0.5	336	0.4	20	0.4	--	--
Financial institution.....	11,173	9.1	2,241	9.9	8,129	8.7	415	7.3	387	24.3
Charity.....	13,730	11.1	5,392	23.8	8,203	8.8	*24	*0.4	111	7.0
Other entity <sup>1</sup> .....	11,537	9.4	2,439	10.8	8,345	8.9	431	7.6	322	20.2
<b>Unpaid preparer.....</b>	<b>84,581</b>	<b>68.7</b>	<b>12,359</b>	<b>54.6</b>	<b>66,762</b>	<b>71.5</b>	<b>4,690</b>	<b>82.9</b>	<b>771</b>	<b>48.5</b>
Grantor or beneficiary.....	30,409	24.7	2,162	9.6	27,395	29.4	772	13.6	80	5.0
Other individual.....	5,242	4.3	534	2.4	3,605	3.9	1,104	19.5	--	--
Financial institution.....	8,757	7.1	1,403	6.2	6,606	7.1	497	8.8	251	15.8
Charity.....	19,531	15.9	4,410	19.5	14,701	15.8	*70	*1.2	350	22.0
Other entity <sup>1</sup> .....	20,642	16.8	3,850	17.0	14,455	15.5	2,246	39.7	91	5.7

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

<sup>1</sup> Other entities include trusts and noncharitable organizations.

<sup>2</sup> The presence of a paid preparer is indicated on Form 5227 by the completion of the paid preparer section found on page 4 of the return.

year and current year. Income in these two categories is further disaggregated by source: ordinary; net short-term capital gains and losses; net long-term capital gains and losses; and nontaxable. Returns filed for CRTs in 2004 reported total accumulations, including ordinary income, short-term and long-term capital gains, and nontaxable income, of \$64.0 billion. The accumulation schedule shows undistributed income at the end of the tax year, which is the amount of income held by the trust on the last day of the calendar year, once all payouts and distributions have been recorded. For 2004, end-of-year undistributed income was \$57.7 billion.

### Distributions Schedule

The distributions schedule is completed only by charitable remainder trusts. It lists the beneficiaries who received distributions for the tax year and the amounts they received [15]. Distributions to both charitable and noncharitable beneficiaries are listed on this schedule. The distributions are divided into five categories: ordinary income, short-term capital gains, long-term capital gains, nontaxable income, and corpus. Trusts are required to distribute ordinary

income first, followed by short-term and then long-term capital gains, nontaxable income, and finally distributions from corpus [16]. Each distribution to a beneficiary is reported on a Schedule K-1, *Beneficiary's Share of Income, Deductions, Credits, Etc.* CRTs reported \$6.9 billion in distributions in Filing Year 2004. PIFs and CLTs report distributions on Part VII of Form 5227. The value of distributions made by all SITs decreased to \$7.9 billion in Filing Year 2004, from \$10.4 billion in 2003.

### Balance Sheet

The balance sheet portion of the Split-Interest Trust Information Return is a detailed listing of the assets and liabilities of the trust. There are three separate valuations for each asset and liability category: beginning-of-year book value, end-of-year book value, and fair market value. The beginning- and end-of-year book values are reported for all types of trusts. The fair market valuation is only required for charitable remainder unitrusts. Tax law requires the fair market value to be assessed on the same date and using the same method each year that a Form 5227 is filed for a CRUT. Assets are segregated into

## Split-Interest Trusts, Filing Year 2004

several categories, including cash, receivables, and investments. Investments are further separated into five categories: U.S. and State government obligations; corporate stock; corporate bonds; land, buildings, and equipment; and other. Liabilities are also separated into four categories, including accounts payable and deferred revenue. Returns filed for charitable remainder trusts reported end-of-year book value of assets of \$86.8 billion. For all SITs, the end-of-year book value of trust assets decreased by 4.6 percent between Filing Years 2003 and 2004.

### Analysis by Type of Trust

#### Charitable Remainder Annuity Trusts

During Filing Year 2004, some 22,626 Forms 5227 were filed for charitable remainder annuity trusts. This is a 0.7-percent decrease from Filing Year 2003, when 22,783 returns were filed. A majority of CRATs were small trusts, with end-of-year book value of total assets less than \$500,000 (Figure C). Almost \$547.4 million in total net income were reported for CRATs in 2004. The majority of net income can be attributed to net long-term capital gains, reported to

be \$262.1 million. Net short-term capital gains accounted for the smallest portion of total net income.

In 2004, charitable remainder annuity trust returns reported \$5.5 billion in total accumulations (Figure D). This includes \$4.9 billion in prior-year undistributed income, as well as \$547.4 million in current year income. At the end of the tax year, CRATs reported \$4.7 billion in undistributed income. A dramatic majority, 91.9 percent, of the undistributed income is in the form of net long-term capital gains.

Figure E shows distributions made by charitable remainder annuity trusts in Filing Year 2004. In total, \$939.0 million were distributed. Small CRATs, which accounted for 82.3 percent of all returns filed, accounted for 38.1 percent of distributions. Large CRATs accounted for 29.7 percent of total distributions but made up only 1.7 percent of the CRAT population. Long-term capital gains represented the largest portion of distributions for all sizes of CRATs, while short-term capital gains represented the smallest portion for all but the largest CRATs. Ordinary income and corpus distributions made up 25.6 percent and 19.7 percent of total charitable remainder annuity trust distributions, respectively.

**Figure C**

### Charitable Remainder Annuity Trusts: Income and Deductions, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004

[Money amounts are in thousands of dollars]

Item	Total	Size of book value of total assets		
		Under \$500,000 <sup>1</sup>	\$500,000 under \$3,000,000	\$3,000,000 or more
	(1)	(2)	(3)	(4)
<b>Number of returns</b> .....	<b>22,626</b>	<b>18,629</b>	<b>3,622</b>	<b>376</b>
<b>Total net income</b> <sup>2</sup> .....	<b>547,372</b>	<b>71,136</b>	<b>149,759</b>	<b>326,476</b>
Net ordinary income <sup>3</sup> .....	229,106	59,202	85,456	84,448
Total ordinary income.....	285,277	77,203	109,198	98,877
Deductions allocable to ordinary income.....	56,172	18,001	23,742	14,429
Net short-term capital gains or (losses) <sup>4</sup> .....	13,778	5,267	2,832	5,680
Net long-term capital gains or (losses) <sup>5</sup> .....	262,092	-2,502	42,207	222,388
Nontaxable income <sup>6</sup> .....	42,397	9,170	19,265	13,961

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by trusts filing a final return.

<sup>2</sup> Calculated as the sum of "ordinary income less deductions" (Form 5227, Part I, line 13), "net short-term capital gains (losses)" (line 16), "net long-term capital gains (losses)" (line 19), and "current tax year nontaxable income" (Part II, line 21 (d)).

<sup>3</sup> Taken from "ordinary income less deductions" (Form 5227, Part I, line 13). This amount may not equal "total ordinary income" (line 8) less "total deductions allocable to ordinary income" (line 12) due to taxpayer discrepancies.

<sup>4</sup> Taken from Form 5227, Part I, line 16.

<sup>5</sup> Taken from Form 5227, Part I, line 19.

<sup>6</sup> Taken from Form 5227, Part II, line 21(d).

NOTE: Detail may not add to totals due to rounding.

**Figure D****Charitable Remainder Annuity Trusts: Accumulation Information, by Type of Income, Filing Year 2004**

[Money amounts are in thousands of dollars]

Item	Total	Type of income			
		Net ordinary income	Capital gains (losses)		Nontaxable income
			Net short-term	Net long-term	
	(1)	(2)	(3)	(4)	(5)
<b>Total accumulations</b> <sup>1</sup> .....	<b>5,457,351</b>	<b>450,270</b>	<b>9,194</b>	<b>4,795,430</b>	<b>202,457</b>
Prior-year undistributed income <sup>2</sup> .....	4,912,595	221,164	-15,729	4,547,099	160,060
Current-year distributable income <sup>3</sup> .....	547,372	229,106	13,778	262,092	42,397
<b>Undistributed at end of tax year</b> <sup>4</sup> .....	<b>4,707,794</b>	<b>223,688</b>	<b>-11,006</b>	<b>4,327,529</b>	<b>167,584</b>

<sup>1</sup> Taken from Form 5227, Part II, line 22.<sup>2</sup> Taken from Form 5227, Part II, line 20.<sup>3</sup> Taken from Form 5227, Part II, line 21.<sup>4</sup> Taken from Form 5227, Part II, line 23.

NOTE: Detail may not add to totals due to rounding and taxpayer reporting discrepancies.

**Figure E****Charitable Remainder Annuity Trusts: Distributions, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004**

[Money amounts are in thousands of dollars]

Item	Total	Size of book value of total assets		
		Under \$500,000 <sup>1</sup>	\$500,000 under \$3,000,000	\$3,000,000 or more
	(1)	(2)	(3)	(4)
<b>Number of returns</b> .....	<b>22,626</b>	<b>18,629</b>	<b>3,622</b>	<b>376</b>
<b>Total distributions</b> <sup>2</sup> .....	<b>939,003</b>	<b>357,713</b>	<b>302,377</b>	<b>278,913</b>
Ordinary income <sup>3</sup> .....	240,675	67,765	85,841	87,070
Short-term capital gains <sup>4</sup> .....	26,686	9,170	6,651	10,865
Long-term capital gains <sup>5</sup> .....	453,059	170,248	146,544	136,266
Nontaxable income <sup>6</sup> .....	33,996	9,765	14,960	9,271
Corpus <sup>7</sup> .....	184,587	100,765	48,381	35,441

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by trusts filing a final return.<sup>2</sup> May include distributions made after December 31 of the tax year and therefore are reported on the distribution schedule, but are not reflected as distributed on the accumulation schedule.<sup>3</sup> Reported on Form 5227, Part III, column (a).<sup>4</sup> Reported on Form 5227, Part III, column (b).<sup>5</sup> Reported on Form 5227, Part III, column (c).<sup>6</sup> Reported on Form 5227, Part III, column (d).<sup>7</sup> Reported on Form 5227, Part III, column (e).

NOTE: Detail may not add to totals due to rounding.

Overall, distributions from CRATs increased by 8.0 percent from Filing Year 2003 to 2004. One source of year-to-year variation in aggregate estimates is changes in the CRAT population due to the creation or termination of trusts. Figure F presents the data for all CRATs for which returns were filed in both 2003 and 2004 and presents estimates for only those trusts which did not begin or terminate in either

year. Not surprisingly, there is a smaller increase in distributions between 2003 and 2004, about 4.9 percent, reported by trusts that were ongoing in both years.

Slightly less than \$9.5 million in assets were reported for charitable remainder annuity trusts in Filing Year 2004 (Table 3). Investments comprised the largest portion of assets, almost \$8.2 billion, or 86.2 percent of the total. Figure G shows that

## Split-Interest Trusts, Filing Year 2004

**Figure F**

### Charitable Remainder Annuity Trusts: Distributions, Filing Years 2003 and 2004

[Money amounts are in thousands of dollars]

Item	All returns			Returns filed in both 2003 and 2004 <sup>1</sup>		
	2003	2004	Percentage change	2003	2004	Percentage change
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Total distributions <sup>2</sup></b> .....	<b>869,291</b>	<b>939,003</b>	<b>8.0</b>	<b>673,294</b>	<b>706,355</b>	<b>4.9</b>
Ordinary income <sup>3</sup> .....	248,884	240,675	-3.3	223,945	202,635	-9.5
Short-term capital gains <sup>4</sup> .....	12,877	26,686	107.2	12,622	21,824	72.9
Long-term capital gains <sup>5</sup> .....	382,997	453,059	18.3	301,282	331,671	10.1
Nontaxable income <sup>6</sup> .....	50,046	33,996	-32.1	33,592	29,115	-13.3
Corpus <sup>7</sup> .....	174,488	184,587	5.8	101,853	121,110	18.9

<sup>1</sup> This category includes only returns included in both the 2003 and 2004 Filing Year and only those returns that were not categorized as initial or final in either period.

<sup>2</sup> May include distributions made after December 31 of the tax year and therefore are reported on the distribution schedule, but are not reflected as distributed on the accumulation schedule.

<sup>3</sup> Reported on Form 5227, Part III, column (a).

<sup>4</sup> Reported on Form 5227, Part III, column (b).

<sup>5</sup> Reported on Form 5227, Part III, column (c).

<sup>6</sup> Reported on Form 5227, Part III, column (d).

<sup>7</sup> Reported on Form 5227, Part III, column (e).

NOTE: Detail may not add to totals due to rounding.

corporate stock made up 46.0 percent of the total investments reported, and comprised the largest portion of the investment portfolio for all sizes of CRATs. Investments in land, buildings, and equipment comprised the smallest portion of the investment portfolio. Table 3 also shows that \$108.5

million in liabilities were reported for CRATs in Filing Year 2004.

### Charitable Remainder Unitrusts

The number of Forms 5227 filed for charitable remainder unitrusts increased from 91,371 in 2003 to

**Figure G**

### Charitable Remainder Annuity Trusts: Investment Allocations, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004

[Money amounts are in thousands of dollars]

Item	Total		Size of book value of total assets					
			Under \$500,000 <sup>1</sup>		\$500,000 under \$3,000,000		\$3,000,000 or more	
	Amount	Percent of total	Amount	Percent of total	Amount	Percent of total	Amount	Percent of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>Total investments</b> .....	<b>8,158,094</b>	<b>100.0</b>	<b>1,818,236</b>	<b>100.0</b>	<b>3,297,309</b>	<b>100.0</b>	<b>3,042,549</b>	<b>100.0</b>
U.S. and state government obligations <sup>2</sup> .....	1,576,658	19.3	239,386	13.2	701,318	21.3	635,955	20.9
Corporate stock <sup>3</sup> .....	3,753,837	46.0	848,864	46.7	1,545,189	46.9	1,359,784	44.7
Corporate bonds <sup>4</sup> .....	1,259,515	15.4	304,227	16.7	512,052	15.5	443,236	14.6
Land, buildings, and equipment <sup>5</sup> .....	93,808	1.1	28,395	1.6	37,702	1.1	27,711	0.9
Other investments <sup>6</sup> .....	1,474,276	18.1	397,364	21.9	501,049	15.2	575,863	18.9

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by trusts filing a final return.

<sup>2</sup> Taken from Form 5227, Part IV, line 32a, column (b).

<sup>3</sup> Taken from Form 5227, Part IV, line 32b, column (b).

<sup>4</sup> Taken from Form 5227, Part IV, line 32c, column (b).

<sup>5</sup> Taken from Form 5227, Part IV, line 33, column (b).

<sup>6</sup> Taken from Form 5227, Part IV, line 34, column (b).

NOTE: Detail may not add to totals due to rounding.

## Split-Interest Trusts, Filing Year 2004

93,329 in 2004. Approximately 70.6 percent of returns filed were for small CRUTs with less than \$500,000 end-of-year book value of assets. In Filing Year 2004, about \$4.8 billion in total net income were reported for charitable remainder unitrusts (Figure H). Net long-term capital gains comprised the largest portion of the income, with \$2.8 billion reported. Nontaxable income made up the smallest

portion of income for small and medium CRUTs, accounting for only 1.7 percent of total income for all CRUTs.

Returns filed for charitable remainder unitrusts in 2004 reported \$58.6 billion in total accumulations, including \$53.7 billion in prior-year undistributed income (Figure I). The majority of the accumulations were reported as net long-term capital gains.

**Figure H**

### Charitable Remainder Unitrusts: Income and Deductions, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004

[Money amounts are in thousands of dollars]

Item	Total	Size of book value of total assets		
		Under \$500,000 <sup>1</sup>	\$500,000 under \$3,000,000	\$3,000,000 or more
	(1)	(2)	(3)	(4)
<b>Number of returns</b> .....	<b>93,329</b>	<b>65,869</b>	<b>24,124</b>	<b>3,336</b>
<b>Total net income</b> <sup>2</sup> .....	<b>4,848,014</b>	<b>448,442</b>	<b>1,389,281</b>	<b>3,010,291</b>
Net ordinary income <sup>3</sup> .....	2,129,437	302,628	609,935	1,216,874
Total ordinary income.....	2,685,045	412,817	777,682	1,494,545
Deductions allocable to ordinary income.....	555,605	110,187	167,747	277,672
Net short-term capital gains or (losses) <sup>4</sup> .....	-153,558	39,846	55,750	-249,153
Net long-term capital gains or (losses) <sup>5</sup> .....	2,788,162	92,938	689,128	2,006,095
<b>Nontaxable income</b> <sup>6</sup> .....	<b>83,973</b>	<b>13,030</b>	<b>34,468</b>	<b>36,475</b>

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by trusts filing a final return.

<sup>2</sup> Calculated as the sum of "ordinary income less deductions" (Form 5227, Part I, line 13), "net short-term capital gains (losses)" (line 16), "net long-term capital gains (losses)" (line 19), and nontaxable income (Part II, line 21 (d)).

<sup>3</sup> Taken from "ordinary income less deductions" (Form 5227, Part I, line 13). This amount may not equal "total ordinary income" (line 8) less "total deductions allocable to ordinary income" (line 12) due to taxpayer discrepancies.

<sup>4</sup> Taken from Form 5227, Part I, line 16.

<sup>5</sup> Taken from Form 5227, Part I, line 19.

<sup>6</sup> Taken from Form 5227, Part II, line 21(d).

NOTE: Detail may not add to totals due to rounding.

**Figure I**

### Charitable Remainder Unitrusts: Accumulation Information, by Type of Income, Filing Year 2004

[Money amounts are in thousands of dollars]

Item	Total	Type of income			Nontaxable income
		Net ordinary income	Capital gains (losses)		
			Net short-term	Net long-term	
	(1)	(2)	(3)	(4)	(5)
Total accumulations <sup>1</sup> .....	58,554,087	4,518,621	2,181,098	51,475,558	378,811
Prior-year undistributed income <sup>2</sup> .....	53,716,542	2,389,184	2,222,491	48,810,029	294,838
Current-year distributable income <sup>3</sup> .....	4,848,014	2,129,437	-153,558	2,788,162	83,973
Undistributed at end of tax year <sup>4</sup> .....	53,000,317	2,899,377	1,829,383	47,947,510	324,048

<sup>1</sup> Taken from Form 5227, Part II, line 22.

<sup>2</sup> Taken from Form 5227, Part II, line 20.

<sup>3</sup> Taken from Form 5227, Part II, line 21.

<sup>4</sup> Taken from Form 5227, Part II, line 23.

NOTE: Detail may not add to totals due to rounding and taxpayer reporting discrepancies.

## Split-Interest Trusts, Filing Year 2004

Nontaxable income made up the smallest percentage of accumulations. CRUTs reported \$53.0 billion in undistributed income at the end of the tax year.

Charitable remainder unitrust distributions are shown in Figure J. During Filing Year 2004, more than \$5.9 billion in distributions were reported. Of this, large CRUTs, which made up just 3.6 percent of all CRUTs in 2004, accounted for \$2.0 billion, or 33.5 percent of total distributions that year. In contrast, small CRUTs, which made up 70.6 percent of the CRUT filing population in 2004, reported distributions of \$2.3 billion, or 38.4 percent of the total. Long-term capital gains were the most common type of distribution, accounting for 51.7 percent of all distributions made by charitable remainder unitrusts. For small CRUTs, the corpus provided the second largest source of distributions, while distributions from ordinary income were the second largest source for CRUTs in the two larger size classes. Nontaxable income was the smallest percentage of distributions for all CRUTs filing in 2004.

Overall distributions from CRUTs declined by 30.1 percent between 2003 and 2004. Figure K presents distribution data of CRUTs for which ongoing returns were filed in both 2003 and 2004. These data show that the decline in distributions between 2003 and 2004 was only 15.2 percent for

ongoing trusts. Overall changes in distributions from each source were much more moderate for this group than for the whole population of CRUTs. As it is common for returns to make large final distributions primarily from corpus, it is not surprising that the distribution from corpus was much smaller for ongoing trusts than for the overall population of returns.

Charitable remainder unitrust returns filed in 2004 reported \$77.4 billion for end-of-year book value of assets (Table 6). Approximately 84.0 percent of the asset value was made up of investments, reported to be \$65.0 billion. Corporate stock comprised \$32.3 billion, or 49.7 percent, of total investments for Filing Year 2004 (Figure L). For large CRUTs, other investments surpassed corporate stock as the largest percentage of the portfolio. Other investments include partnerships, annuities, and bonds issued by foreign governments. Overall, CRUT returns reported \$879.1 million in liabilities during the filing year. Accounts payable, accrued expenses, and deferred revenue accounted for \$317.9 million of total liabilities.

### Charitable Lead Trusts

Trustees filed returns for 5,658 charitable lead trusts in 2004. This is a 3.2-percent increase from the number filed in 2003. CLT returns filed in 2004

**Figure J**

### Charitable Remainder Unitrusts: Distributions, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004

[Money amounts are in thousands of dollars]

Item	Total	Size of book value of total assets		
		Under \$500,000 <sup>1</sup>	\$500,000 under \$3,000,000	\$3,000,000 or more
	(1)	(2)	(3)	(4)
<b>Number of returns.....</b>	<b>93,329</b>	<b>65,869</b>	<b>24,124</b>	<b>3,336</b>
<b>Total distributions <sup>2</sup>.....</b>	<b>5,939,494</b>	<b>2,278,222</b>	<b>1,668,983</b>	<b>1,992,288</b>
Ordinary income <sup>3</sup> .....	1,587,644	322,843	538,499	726,301
Short-term capital gains <sup>4</sup> .....	406,515	149,421	104,342	152,752
Long-term capital gains <sup>5</sup> .....	3,072,668	1,225,158	848,726	998,784
Nontaxable income <sup>6</sup> .....	43,750	7,715	21,099	14,936
Corpus <sup>7</sup> .....	828,917	573,085	156,317	99,515

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by trusts filing a final return.

<sup>2</sup> May include distributions made after December 31 of the tax year and therefore are reported on the distribution schedule, but are not reflected as distributed on the accumulation schedule.

<sup>3</sup> Reported on Form 5227, Part III, column (a).

<sup>4</sup> Reported on Form 5227, Part III, column (b).

<sup>5</sup> Reported on Form 5227, Part III, column (c).

<sup>6</sup> Reported on Form 5227, Part III, column (d).

<sup>7</sup> Reported on Form 5227, Part III, column (e).

NOTE: Detail may not add to totals due to rounding.

## Split-Interest Trusts, Filing Year 2004

**Figure K**

### Charitable Remainder Unitrusts: Distributions, Filing Years 2003 and 2004

[Money amounts are in thousands of dollars]

Item	All returns			Returns filed in both 2003 and 2004 <sup>1</sup>		
	2003	2004	Percentage change	2003	2004	Percentage change
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Total distributions <sup>2</sup></b> .....	<b>8,494,256</b>	<b>5,939,494</b>	<b>-30.1</b>	<b>4,601,012</b>	<b>3,901,608</b>	<b>-15.2</b>
Ordinary income <sup>3</sup> .....	1,648,067	1,587,644	-3.7	1,408,918	1,334,755	-5.3
Short-term capital gains <sup>4</sup> .....	408,227	406,515	-0.4	149,270	231,992	55.4
Long-term capital gains <sup>5</sup> .....	5,782,224	3,072,668	-46.9	2,704,138	1,977,733	-26.9
Nontaxable income <sup>6</sup> .....	57,584	43,750	-24.0	44,685	35,753	-20.0
Corpus <sup>7</sup> .....	598,154	828,917	38.6	294,001	321,375	9.3

<sup>1</sup> This category includes only returns included in both the 2003 and 2004 Filing Year samples and only those returns that did not make initial or final distributions in either period.

<sup>2</sup> May include distributions made after December 31 of the tax year and therefore are reported on the distribution schedule, but are not reflected as distributed on the accumulation schedule.

<sup>3</sup> Reported on Form 5227, Part III, column (a).

<sup>4</sup> Reported on Form 5227, Part III, column (b).

<sup>5</sup> Reported on Form 5227, Part III, column (c).

<sup>6</sup> Reported on Form 5227, Part III, column (d).

<sup>7</sup> Reported on Form 5227, Part III, column (e).

NOTE: Detail may not add to totals due to rounding.

**Figure L**

### Charitable Remainder Unitrusts: Investment Allocations, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004

[Money amounts are in thousands of dollars]

Item	Total		Size of book value of total assets					
			Under \$500,000 <sup>1</sup>		\$500,000 under \$3,000,000		\$3,000,000 or more	
	Amount	Percent of total	Amount	Percent of total	Amount	Percent of total	Amount	Percent of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>Total investments</b> .....	<b>64,953,763</b>	<b>100.0</b>	<b>9,426,145</b>	<b>100.0</b>	<b>21,042,037</b>	<b>100.0</b>	<b>34,485,581</b>	<b>100.0</b>
U.S. and state government obligations <sup>2</sup> .....	4,599,165	7.1	451,262	4.8	1,592,337	7.6	2,555,566	7.4
Corporate stock <sup>3</sup> .....	32,278,225	49.7	5,408,685	57.4	12,792,026	60.8	14,077,515	40.8
Corporate bonds <sup>4</sup> .....	7,246,883	11.2	1,392,311	14.8	2,765,574	13.1	3,088,997	9.0
Land, buildings, and equipment <sup>5</sup> .....	763,439	1.2	110,708	1.2	297,659	1.4	355,073	1.0
Other investments <sup>6</sup> .....	20,066,050	30.9	2,063,180	21.9	3,594,441	17.1	14,408,430	41.8

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by trusts filing a final return.

<sup>2</sup> Taken from Form 5227, Part IV, line 32a, column (b).

<sup>3</sup> Taken from Form 5227, Part IV, line 32b, column (b).

<sup>4</sup> Taken from Form 5227, Part IV, line 32c, column (b).

<sup>5</sup> Taken from Form 5227, Part IV, line 33, column (b).

<sup>6</sup> Taken from Form 5227, Part IV, line 34, column (b).

NOTE: Detail may not add to totals due to rounding.

reported \$905.1 million in distributions (Figure M). Of this total, \$898.8 million were required payments for charitable purposes, while the other \$6.2 million were required payments to private beneficiaries. Table 8 shows that \$12.3 billion in end-of-year total

assets were reported for charitable lead trusts in Filing Year 2004. Investments made up 85.3 percent, or \$10.5 billion, of total assets (Figure N). Corporate stock was the largest component of all investments for all trust sizes, while land, buildings, and equipment

## Split-Interest Trusts, Filing Year 2004

**Figure M**

### Charitable Lead Trusts: Distributions, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004

[Money amounts are in thousands of dollars]

Item	Total	Size of book value of total assets		
		Under \$500,000 <sup>1</sup>	\$500,000 under \$3,000,000	\$3,000,000 or more
	(1)	(2)	(3)	(4)
<b>Number of returns</b> .....	<b>5,658</b>	<b>2,740</b>	<b>2,190</b>	<b>728</b>
<b>Total distributions</b> <sup>2,3</sup> .....	<b>905,054</b>	<b>99,027</b>	<b>240,512</b>	<b>565,515</b>
Required payments for charitable purposes.....	898,814	99,027	240,505	559,282
Required payment to charitable beneficiaries.....	863,573	99,027	237,865	526,682
Required excess income payments.....	35,241	--	2,640	32,601
Required payments to private beneficiaries.....	6,240	--	7	6,232

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by trusts filing a final return.

<sup>2</sup> All distribution information is taken from Form 5227, Part VII, Section A, the Questionnaire for Charitable Lead Trusts.

<sup>3</sup> "Total distributions" are calculated as the sum of "excess income required to be paid for charitable purposes" (line 2), "annuity or unitrust payment required to be paid to charitable beneficiaries (line 3), and "annuity or unitrust payments required to be paid to private beneficiaries" (line 4) from Form 5227, Part VII, Section A, the Questionnaire for Charitable Lead Trusts.

**Figure N**

### Charitable Lead Trusts: Investment Allocations, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004

[Money amounts are in thousands of dollars]

Item	Total		Size of book value of total assets					
			Under \$500,000 <sup>1</sup>		\$500,000 under \$3,000,000		\$3,000,000 or more	
	Amount	Percent of total	Amount	Percent of total	Amount	Percent of total	Amount	Percent of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>Total investments</b> .....	<b>10,512,499</b>	<b>100.0</b>	<b>472,227</b>	<b>100.0</b>	<b>2,466,043</b>	<b>100.0</b>	<b>7,574,229</b>	<b>100.0</b>
U.S. and state government obligations <sup>2</sup> .....	654,023	6.2	65,833	13.9	210,409	8.5	377,782	5.0
Corporate stock <sup>3</sup> .....	5,627,951	53.5	285,569	60.5	1,446,347	58.7	3,896,035	51.4
Corporate bonds <sup>4</sup> .....	622,792	5.9	22,480	4.8	156,873	6.4	443,440	5.9
Land, buildings, and equipment <sup>5</sup> .....	139,645	1.3	--	--	1,762	0.1	137,883	1.8
Other investments <sup>6</sup> .....	3,468,088	33.0	98,346	20.8	650,653	26.4	2,719,089	35.9

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by trusts filing a final return.

<sup>2</sup> Taken from Form 5227, Part IV, line 32a, column (b).

<sup>3</sup> Taken from Form 5227, Part IV, line 32b, column (b).

<sup>4</sup> Taken from Form 5227, Part IV, line 32c, column (b).

<sup>5</sup> Taken from Form 5227, Part IV, line 33, column (b).

<sup>6</sup> Taken from Form 5227, Part IV, line 34, column (b).

NOTE: Detail may not add to totals due to rounding.

investments made up the smallest share. CLTs claimed \$635.1 billion in total liabilities.

#### Pooled Income Funds

The number of Forms 5227 filed for pooled income funds decreased by 5.0 percent, from 1,675 in 2003, to 1,591 in 2004. In Filing Year 2004, PIFs reported

distributions of \$113.2 million (Figure O). The majority of distributions were to private beneficiaries, reported to be \$64.3 million in Filing Year 2004. Of the \$1.7 billion in end-of-year total assets reported for PIFs, \$1.5 billion or 91.6 percent were investments (Table 9). The largest portion of reported investments was classified as other investments, such as

**Figure 0**

## Pooled Income Funds: Distributions by Size of End-of-Year Book Value of Total Assets, Filing Year 2004

[Money amounts are in thousands of dollars]

Item	Total	Size of book value of total assets		
		Under \$500,000 <sup>1</sup>	\$500,000 under \$3,000,000	\$3,000,000 or more
	(1)	(2)	(3)	(4)
<b>Number of returns</b> .....	<b>1,591</b>	<b>1,230</b>	<b>251</b>	<b>110</b>
<b>Total distributions</b> <sup>2</sup> .....	<b>113,244</b>	<b>8,415</b>	<b>20,597</b>	<b>84,232</b>
<b>Total distributions for charitable purposes</b> <sup>3,4</sup> .....	<b>48,965</b>	<b>*3,265</b>	<b>9,201</b>	<b>36,498</b>
Total required payments for charitable purposes <sup>5</sup> .....	52,789	*3,265	11,311	38,213
Undistributed required payments for charitable purposes <sup>6</sup> .....	3,824	--	*2,110	*1,714
<b>Distributions to private beneficiaries</b> <sup>7</sup> .....	<b>64,279</b>	<b>5,149</b>	<b>11,396</b>	<b>47,734</b>
<b>Contributions received during tax year</b> .....	<b>31,412</b>	<b>**</b>	<b>**</b>	<b>28,072</b>

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

\*\* Data suppressed to prevent disclosure of individual taxpayer data.

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by trusts filing a final return.

<sup>2</sup> Distributions were calculated as "amount required to be distributed to the remainder beneficiary that remain undistributed" (line 3), plus "amount required to be paid to private beneficiaries" (line 4), plus "amount required to be paid to the charitable beneficiary" (line 5) from Form 5227, Part IV, Section B, Questionnaires for Pooled Income Funds.

<sup>3</sup> Taken from Form 5227, Part VII, Section B, the Questionnaire for Pooled Income Funds.

<sup>4</sup> Calculated as the "amount required to be distributed for the tax year to satisfy the remainder interest" (line 3), plus the "amount of income required to be paid to the charitable remainder beneficiary for the tax year" (line 5), less the amounts that were required to be distributed to the remainder beneficiary that remain undistributed" (line 3).

<sup>5</sup> Calculated as the sum of the "amount required to be distributed for the tax year to satisfy the remainder interest" (line 2), and the "amount of income required to be paid to the charitable remainder beneficiary for tax year" (line 5).

<sup>6</sup> Taken from Form 5227, Part VII, Section B, line 3.

<sup>7</sup> Taken from Form 5227, Part VII, Section B, line 4.

NOTE: Detail may not add to totals due to rounding.

partnerships or foreign bonds, and totaled \$517.8 million in 2004 (Figure P). Corporate bonds made up the second largest portion, or 26.7 percent of total investments for all sizes of PIFs. Pooled income funds claimed \$103.5 million in liabilities during Filing Year 2004.

### Summary

In Filing Year 2004, there were 123,205 Split-Interest Trust Information Returns filed. This is an increase of 1.6 percent from Filing Year 2003. The largest group of trusts, charitable remainder unitrusts, increased by 1,958 returns from the previous filing year. The number of returns filed for pooled income funds decreased by 5.0 percent from 2003 to 2004. Charities were the most common trustees for SITs in Filing Year 2004. The least common type of trustee was an individual who was not a grantor or beneficiary of the trust.

Total net income reported for charitable remainder trusts decreased by 0.4 percent from 2003 to 2004. Returns filed for CRATs reported a total net income decline of 32.6 percent. Net long-term

capital gains made up the largest percentage of total net income reported for CRATs and CRUTs.

In Filing Year 2004, charitable remainder trust returns reported \$64.0 billion in total accumulations. Prior-year undistributed income was the largest component of total accumulations, making up 90.0 percent of accumulations for CRATs and 91.7 percent for CRUTs. Approximately 86.3 percent and 90.5 percent, respectively, of annuity trust and unitrust accumulations remained undistributed at the end of the tax year. Charitable remainder trust returns reported distributions of \$6.9 billion in 2004. Long-term capital gains comprised the largest percentage of distributions made by CRTs. Nontaxable income made up the smallest portion of CRT distributions.

Split-interest trust returns reported end-of-year book value of total assets of \$100.8 billion. Approximately \$85.1 billion, or 84.5 percent, of the end-of-year book value of total assets was reported to be investment-related assets. The most common investment for SITs in Filing Year 2004 was corporate stock. The least common type of investment was in land, buildings, and equipment.

## Figure P

### Pooled Income Funds: Investment Allocations, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004

[Money amounts are in thousands of dollars]

Item	Total		Size of book value of total assets					
			Under \$500,000 <sup>1</sup>		\$500,000 under \$3,000,000		\$3,000,000 or more	
	Amount	Percent of total	Amount	Percent of total	Amount	Percent of total	Amount	Percent of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>Total investments.....</b>	<b>1,518,753</b>	<b>100.0</b>	<b>120,589</b>	<b>100.0</b>	<b>278,826</b>	<b>100.0</b>	<b>1,119,339</b>	<b>100.0</b>
U.S. and state government obligations <sup>2</sup> .....	209,160	13.8	*5,972	*5.0	39,665	14.2	163,524	14.6
Corporate stock <sup>3</sup> .....	364,014	24.0	21,578	17.9	60,637	21.7	281,799	25.2
Corporate bonds <sup>4</sup> .....	405,331	26.7	42,818	35.5	119,330	42.8	243,183	21.7
Land, buildings, and equipment <sup>5</sup> .....	*22,448	*1.5	**50,222	**41.6	**59,194	**21.3	*22,266	*2.0
Other investments <sup>6</sup> .....	517,800	34.1	**	**	**	**	408,567	36.5

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

\*\* Data are combined to prevent disclosure of individual taxpayer data.

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by funds filing a final return.

<sup>2</sup> Taken from Form 5227, Part IV, line 32a, column (b).

<sup>3</sup> Taken from Form 5227, Part IV, line 32b, column (b).

<sup>4</sup> Taken from Form 5227, Part IV, line 32c, column (b).

<sup>5</sup> Taken from Form 5227, Part IV, line 33, column (b).

<sup>6</sup> Taken from Form 5227, Part IV, line 34, column (b).

NOTE: Detail may not add to totals due to rounding.

## Data Sources and Limitations

The data presented in this article were collected from a sample of Forms 5227, *Split-Interest Trust Information Return*, from Filing Year 2004. A filing year includes returns received by IRS for processing between January 1 and December 31 of a given year. A filing year file is primarily comprised of returns for the tax year immediately prior, but may include returns for numerous other tax years. For Filing Year 2004, approximately 98.2 percent of returns included in the sample are for Tax Year 2003, while Tax Year 2002 returns comprised 1.5 percent of the sampled returns. Partial-year returns for either initial or final reporting periods were included in the SOI sample. All returns included in the sample were computer-designated at the IRS Ogden Submission Processing Center after posting to the IRS Master File.

For Filing Year 2004, a sample of 11,427 returns was drawn from an estimated population of 123,811 trusts that filed Form 5227. The sample size excludes returns that were selected for the sample but later rejected. Returns could be rejected if they were not one of the four types of trusts included in the study or if no money amounts were reported. The

sample was stratified by the type of the trust (charitable remainder annuity trust, charitable remainder unitrust, charitable lead trust, or pooled income fund) and the reported book value of end-of-year total assets. The asset strata were: total assets of less than \$1.0 million, from \$1.0 million to less than \$10.0 million, and more than \$10.0 million. A fourth asset category included all trusts that reported end-of-year book value of total assets as less than \$10.0 million, but reported end-of-year fair market value of total assets in excess of \$50.0 million, for a total of 16 strata. There were an estimated 22,626 charitable remainder annuity trusts, which were sampled at rates ranging from 5.3 percent (for the smallest) to 100.0 percent (for the largest), resulting in a sample of 2,040 returns. There were an estimated 93,329 charitable remainder unitrusts, sampled at rates from 4.0 percent to 100.0 percent, creating a sample of 8,669 returns. There were an estimated 5,658 charitable lead trusts, from which a sample of 545 was drawn. Lead trusts were sampled at rates ranging from 2.6 percent to 100.0 percent. There were an estimated 1,591 pooled income funds, of which 173 were included in the sample. Pooled income funds had sample rates from 3.9 percent to

## Split-Interest Trusts, Filing Year 2004

100.0 percent. For all trust types, trusts in the fourth asset category were sampled at 100.0 percent. The magnitude of sampling error for selected items, measure by coefficients of variation, is shown in Figure Q.

Unlike previously published Split-Interest Trust articles, some distribution information for charitable remainder trusts was derived from the Distribution Schedule (Part III of Form 5227).

All samples were designed to provide reliable estimates of financial activity. All data were collected from original returns as they were filed. All edited returns were subjected to comprehensive testing and data verification procedures to ensure the highest quality of data. Changes that were made to the return after filing, either by the taxpayer (on an amended return) or during IRS processing, were not generally incorporated. A complete discussion of the reliability of estimates based on samples, methods for evaluating the magnitude for both sampling and nonsampling error, and the precision of the sample estimates can be found in the Appendix to this issue of the *SOI Bulletin*.

### Explanation of Selected Terms

**Annuity trust.**--An annuity trust is a trust in which the payments for the duration of the trust, either to a private or charitable beneficiary, are of a fixed amount. In the context of this article, an annuity trust can be either a charitable remainder trust (with a private income beneficiary) or charitable lead trust (with a charitable income beneficiary). The payment amount is determined by multiplying a specified percentage by the fair market value of the assets initially placed in the trust.

**Beneficiary(ies).**--Beneficiary(ies) refers to the person, persons, or organization that receives payments or assets from a trust. Recipient is used interchangeably with beneficiary. A beneficiary can be either charitable or noncharitable (private), and can be either an income beneficiary or a remainder beneficiary.

**Book value.**--Book value is generally the cost basis of an asset, or the price at which an asset is acquired. All trusts must report the beginning- and end-of-year book value of their assets on Part IV,

**Figure Q**

**Coefficients of Variation for Selected Items, by Type of Split-Interest Trust, Filing Year 2004**

Item	Charitable remainder annuity trusts	Charitable remainder unitrusts	Charitable lead trusts	Pooled income funds
	(1)	(2)	(3)	(4)
Percentages				
Number of returns.....	0.69	0.17	2.00	1.55
Net ordinary income <sup>1</sup> .....	3.50	1.62	N/A	N/A
Net short-term capital gain income <sup>2</sup> .....	18.68	17.28	N/A	N/A
Net long-term capital gain income <sup>3</sup> .....	8.73	4.76	N/A	N/A
End-of-year total assets (book value) <sup>4</sup> .....	1.65	0.53	1.80	3.25
End-of-year total assets (fair market value) <sup>5</sup> .....	N/A	0.61	N/A	N/A
End-of-year total liabilities (book value) <sup>6</sup> .....	11.07	4.67	19.58	0.66
End-of-year total liabilities (fair market value) <sup>5</sup> .....	N/A	4.21	N/A	N/A
Required payment to private beneficiaries <sup>7</sup> .....	N/A	N/A	32.91	3.84
Required payment to charitable beneficiaries <sup>8</sup> .....	N/A	N/A	4.69	N/A

N/A -- Not applicable.

<sup>1</sup> Taken from Form 5227, Part I, line 13.

<sup>2</sup> Taken from Form 5227, Part I, line 16.

<sup>3</sup> Taken from Form 5227, Part I, line 19.

<sup>4</sup> Taken from Form 5227, Part IV, line 37, column (b).

<sup>5</sup> For charitable remainder unitrusts, taken from an estimated end-of-year fair market value.

<sup>6</sup> Taken from Form 5227, Part IV, line 43, column (b).

<sup>7</sup> In the case of charitable lead trusts, this value is based on the amount on Form 5227, Part VII, Section A, line 4. In the case of pooled income funds, this value is based on the amount on Form 5227, Part VII, Section B, line 4.

<sup>8</sup> Taken from Form 5227, Part VII, Section A, line 3.

## Split-Interest Trusts, Filing Year 2004

Balance Sheet, Columns A and B, of Form 5227. All book value amounts referred to in this article are end-of-year book value amounts.

*Charitable lead trust (CLT).*--Charitable lead trusts are split-interest trusts in which a designated charitable organization receives an income stream from the assets in trust; one or more private beneficiaries receive the remainder interest of the trust. Charitable lead trusts can be classified as either grantor or nongrantor lead trusts, and payments can be made on an annuity basis or a unitrust basis.

*Charitable remainder annuity trust (CRAT).*--A charitable remainder annuity trust is a charitable remainder trust in which the income payments to the private beneficiary are fixed. The payment amount is calculated by multiplying the designated percentage by the fair market value of the assets initially placed in the trust.

*Charitable remainder trust (CRT).*--Charitable remainder trusts are split-interest trusts in which a private, or noncharitable, beneficiary receives a stream of income for the duration of the trust, and a designated charity receives the remainder interest of the trust. Charitable remainder trusts can be either annuity trusts or unitrusts, depending on the method used to calculate the payment amounts. Further, unitrusts can be of the net income or net income with makeup variety.

*Charitable remainder unitrust (CRUT).*--A charitable remainder unitrust is a charitable remainder trust in which the income payments to the private beneficiary fluctuate with the annual value of the assets in the trust. The payment amount is calculated by multiplying the designated percentage by the fair market value of the assets as they are valued each year. Unitrusts can have net income or net income with makeup provisions.

*Charity or charitable organization.*--A charity, or charitable organization, refers to a tax-exempt organization with purposes that are charitable, educational, scientific, literary, or religious in nature, or that otherwise qualifies as a 501(c)(3) organization.

*Donor.*--A donor, also referred to as a grantor or contributor, is the individual who transfers personal assets into the trust or fund.

*Fair market value.*--Fair market value is defined, for the purposes of this article, as the market price of the asset (or liability) as of a certain point in time. The fair market value of assets and liabilities is

reported by charitable remainder unitrusts in Part IV, Balance Sheet, Column C, of Form 5227.

*Grantor charitable lead trust.*--Charitable grantor lead trusts name the donor (grantor) as the remainder beneficiary. In establishing a grantor lead trust, the donor is entitled to an income tax deduction for the year in which the trust was created, but he or she must also pay taxes on the income generated by the trust's assets. The income generated is paid to a designated charitable beneficiary.

*Income beneficiary.*--The income beneficiary of a split-interest trust is the recipient of the stream of payments made over the duration of the trust. The income beneficiary of charitable remainder trusts and pooled income funds is the private (noncharitable) beneficiary; in charitable lead trusts, the income beneficiary is the designated charitable organization.

*Income interest.*--Income interest refers to the right to receive payments made to beneficiaries during the life of the trust. Income interest is paid to the income beneficiary.

*Investments.*--Investments refers to the sum of "government obligations" (line 32a); "corporate stock" (line 32b); "corporate bonds" (line 32c); "land, buildings, and equipment that is not held for charitable purposes" (line 33); and "other investments" (line 34) reported on Form 5227.

*Net income charitable remainder unitrust (NICRUT).*--Net income charitable remainder unitrusts are charitable remainder unitrusts that allow the annual payment to the private beneficiary to be the lesser of either the unitrust amount or the trust's net income.

*Net income with makeup charitable remainder unitrusts (NIM-CRUT).*--Net income with makeup charitable remainder unitrusts are charitable remainder unitrusts that allow the annual payment to the private beneficiary to be the lesser of either the unitrust amount or the trust's net income. Deficiencies in the distributions, which occur when the net income is less than the unitrust payment amount, are then made up in subsequent years when the net income of the trust is greater than the unitrust amount.

*Nongrantor charitable lead trust.*--Charitable nongrantor lead trusts name as the remainder beneficiary a recipient other than the grantor (donor). Usually, the remainder beneficiary is a child or grandchild of the grantor.

## Split-Interest Trusts, Filing Year 2004

*Ordinary income.*--Ordinary income is income from the following sources: interest; dividends; business income; rents, royalties, partnerships, and other estates and trusts; farm income; ordinary gain; and "other income." Ordinary income is reported in Part I, *Ordinary Income*, of Form 5227.

*Pooled income fund (PIF).*--A pooled income fund is a fund established and maintained by a charity to invest and manage assets donated by multiple donors. Income from the assets is distributed annually on a prorated basis to the named beneficiaries. Upon the termination of an income interest (due to the death of one of the beneficiaries), a prorated part of the basis of the fund is removed and given to the charity.

*Remainder beneficiary.*--The remainder beneficiary of a split-interest trust is the recipient of the trust's assets at the conclusion of the trust. In the case of charitable remainder trusts, the remainder beneficiary is the selected charity; in charitable lead trusts, the remainder beneficiary is the designated private beneficiary.

*Remainder interest.*--The remainder interest of a trust is the right to receive assets remaining at the conclusion of the trust, after all liabilities have been settled and prior payments to beneficiaries have been made. This interest is then distributed to the remainder beneficiary.

*Securities.*--Securities refer to the sum of "government obligations" (line 32a); "corporate stock" (line 32b); and "corporate bonds" (line 32c) reported on Form 5227.

*Short-term investments.*--Short-term investments are securities that mature in 1 year or less. Treasury bills and short-term corporate notes are common examples of a short-term investment.

*Split-interest trust.*--A split-interest trust, according to the 2003 Instructions for Form 5227, is a trust that "is not exempt from tax under Internal Revenue Code section 501(a); has some unexpired interests that are devoted to purposes other than religious, charitable, or similar purposes described in Code section 170(c)(2)(B); and has amounts transferred in trust after May 26, 1969, for which a deduction was allowed under one of the Code sections listed in section 4947(a)(2)."

*Trust.*--A trust is a legal arrangement among its creator (donor or grantor), the manager of the trust (trustee), and the beneficiary or beneficiaries of the

trust. Trusts are legal entities in their own right, and can be responsible for any tax liabilities separate from the liabilities of the grantor and beneficiary. The conditions and provisions of a trust are defined in the trust document.

*Unitrust.*--A unitrust is a trust in which the income interest, paid either to a private or charitable beneficiary, varies with the annual fair market value of the total assets of the trust in a given year. In the context of this article, a unitrust can be either of the charitable remainder trust (with income payments to a private beneficiary) or charitable lead trust (with income payments to a charitable beneficiary) variety. The payment amount is determined by multiplying a specified percentage by the fair market value of the assets of the trust as they are valued annually.

### Notes and References

- [1] A filing year includes all returns submitted to IRS processing between January 1 and December 31 of that year. Returns filed in 2004 were primarily for Tax Year 2003. The last split-interest trust information, published in "Split-Interest Trusts, 2002," Statistics of Income Bulletin, Winter 2004-2005, was for returns filed in 2003, primarily for Tax Year 2002.
- [2] For more information on the allowable duration of charitable remainder trusts, see Internal Revenue Code section 664(d)(1)(A) and 664(d)(2)(A).
- [3] The qualifications for a "charitable beneficiary" are detailed in Internal Revenue Code section 170(c).
- [4] The method of valuation of the fair market value of a trust is given in Internal Revenue Code section 7520.
- [5] For more information regarding net income charitable remainder unitrusts, see Internal Revenue section 664(d)(3)(A).
- [6] For more information regarding net income with makeup charitable remainder unitrusts, see Internal Revenue section 664(d)(3)(B).
- [7] Prorating requires the preparer to calculate the number of days remaining in the year when the additional contribution is made. This number is

## Split-Interest Trusts, Filing Year 2004

then divided by the total number of days in the calendar year. The resulting percentage is then multiplied by the value of the additional contribution to determine the prorated value of the additional contributions.

- [8] In order to qualify, the individual or individuals must be the donor, the donor's spouse, a linear ancestor of a noncharitable beneficiary, or the spouse of a linear ancestor of a noncharitable beneficiary. For more information, see Treasury Regulations 1.1170A-6(c)(2)(i).
- [9] This charitable deduction is not without limit. In general, individuals may not receive a deduction for a charitable contribution in excess of 50.0 percent of the taxpayer's contribution base, usually equal to the adjusted gross income. This and other related limitations on charitable deductions are further described in Internal Revenue Code section 170(b).
- [10] Pooled income funds are further discussed in Internal Revenue Code section 642(c)(5).
- [11] Split-interest trusts created before May 27, 1969, are exempt from having to file a Form 5227, as long as no amounts have been transferred to the trust since May 27, 1969.
- [12] Trusts that do not report end-of-year total assets, or that report the amount as zero, are often final-year filers. In those instances, the trusts usually report asset amounts for the beginning of the year, but, as they have terminated, there are no trust assets to report for the end of the year.
- [13] Charitable remainder trusts are not allowed deductions for personal exemptions, charitable contributions, net operating losses, income distributions, capital loss carryforwards, Federal income taxes, or Federal excise taxes.
- [14] Those distributions made after December 31 of a tax year, for that tax year, will be included as undistributed at the end of the tax year on the Accumulation Schedule.
- [15] This schedule includes all distributions made for the tax year, even if the beneficiary received those distributions after December 31 of that year. Some trust documents may allow for calendar year distributions to be made within a certain period of time following the end of the calendar year.
- [16] Ordering distribution rules differ for certain types of ordinary income and long-term capital gains. For comprehensive ordering rules, see Form 5227 Instructions.

# Split-Interest Trusts, Filing Year 2004

**Table 1.--Charitable Remainder Annuity Trusts: Income and Deductions, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Total	Size of end-of-year book value of total assets					
		Zero or not reported	\$1 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$3,000,000	\$3,000,000 under \$10,000,000	\$10,000,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Number of returns.....</b>	<b>22,626</b>	<b>786</b>	<b>17,844</b>	<b>2,205</b>	<b>1,416</b>	<b>290</b>	<b>86</b>
<b>Total net income <sup>1</sup>.....</b>	<b>547,372</b>	<b>10,750</b>	<b>60,386</b>	<b>34,985</b>	<b>114,774</b>	<b>59,962</b>	<b>266,515</b>
<b>Net ordinary income <sup>2</sup>.....</b>	<b>229,106</b>	<b>1,996</b>	<b>57,206</b>	<b>36,131</b>	<b>49,326</b>	<b>36,168</b>	<b>48,280</b>
Total ordinary income <sup>3</sup> .....	285,277	4,289	72,914	46,607	62,591	*43,602	55,274
Interest income.....	142,120	2,496	34,874	23,223	26,886	23,910	30,732
Dividends and business income (loss).....	116,265	**1,793	**39,039	20,951	26,897	13,743	23,041
Other income <sup>4</sup> .....	26,892	**	**	2,433	8,808	5,950	1,502
Total deductions <sup>5</sup> .....	56,172	2,293	15,708	10,476	13,265	7,435	6,995
Interest.....	404	--	**198	**146	96	12	82
Taxes.....	468	--	**	**	202	46	91
Other deductions.....	55,300	2,293	15,510	10,330	12,968	7,377	6,821
<b>Net short-term capital gain (loss) <sup>6</sup>.....</b>	<b>13,778</b>	<b>1,005</b>	<b>4,262</b>	<b>-894</b>	<b>3,725</b>	<b>2,034</b>	<b>3,646</b>
Total short-term capital gain (loss).....	14,942	***	4,841	***	3,938	2,101	3,816
Deductions allocable to short-term capital gain (loss).....	1,164	***	579	***	212	67	171
<b>Net long-term capital gain (loss) <sup>7</sup>.....</b>	<b>262,092</b>	<b>6,791</b>	<b>-9,294</b>	<b>-8,019</b>	<b>50,225</b>	<b>12,801</b>	<b>209,586</b>
Total long-term capital gain (loss) <sup>8</sup> .....	264,623	***	-8,112	***	50,595	13,170	209,951
Deductions allocable to long-term capital gain (loss).....	2,531	***	1,182	***	370	369	365
<b>Nontaxable income <sup>9</sup>.....</b>	<b>42,397</b>	<b>958</b>	<b>8,212</b>	<b>7,767</b>	<b>11,498</b>	<b>8,959</b>	<b>5,003</b>

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

\*\* Data are combined to prevent disclosure of individual taxpayer data.

\*\*\* Data suppressed to prevent disclosure of individual taxpayer data. However, the data are included in the appropriate totals.

<sup>1</sup> Calculated as the sum of "net ordinary income" (Form 5227, Part I, line 13), "net short-term capital gains (loss)" (line 16), "net long-term capital gains (loss)" (line 19) and current tax year nontaxable income (Part II, line 21(d)).

<sup>2</sup> Taken from "ordinary income less deductions" (Form 5227, Part I, line 13). This amount may not equal "total ordinary income" (line 8) less "total deductions allocable to ordinary income" (line 12) due to taxpayer discrepancies.

<sup>3</sup> Taken from Form 5227, Part I, line 8.

<sup>4</sup> Calculated as the sum of "rents, royalties, partnerships, other estates, and trusts" (Form 5227, Part I, line 4), "farm income or loss" (line 5), "ordinary gain or loss" (line 6), and "other income" (line 7).

<sup>5</sup> Taken from Form 5227, Part I, line 12.

<sup>6</sup> Taken from Form 5227, Part I, line 16.

<sup>7</sup> Taken from Form 5227, Part I, line 19.

<sup>8</sup> Taken from Form 5227, Part I, line 17a.

<sup>9</sup> Taken from Form 5227, Part II, line 21(d).

NOTE: Detail may not add to totals due to rounding.

# Split-Interest Trusts, Filing Year 2004

**Table 2.--Charitable Remainder Annuity Trusts: Accumulation Information, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Total	Size of end-of-year book value of total assets					
		Zero or not reported	\$1 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$3,000,000	\$3,000,000 under \$10,000,000	\$10,000,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Number of returns</b> .....	<b>22,626</b>	<b>786</b>	<b>17,844</b>	<b>2,205</b>	<b>1,416</b>	<b>290</b>	<b>86</b>
<b>Total accumulations</b> <sup>1</sup> .....	<b>5,457,351</b>	<b>103,578</b>	<b>1,028,084</b>	<b>804,467</b>	<b>1,149,136</b>	<b>949,139</b>	<b>1,422,947</b>
Net ordinary income .....	450,270	8,703	93,912	47,660	99,729	115,164	85,103
Net short-term capital gain (loss) .....	9,194	2,905	8,153	-2,829	2,640	5,293	-6,967
Net long-term capital gain (loss) .....	4,795,430	84,050	888,600	729,652	991,747	771,029	1,330,351
Nontaxable income .....	202,457	7,921	37,419	29,985	55,019	57,653	14,460
<b>Prior-year undistributed income</b> <sup>2</sup> .....	<b>4,912,595</b>	<b>92,843</b>	<b>967,580</b>	<b>770,492</b>	<b>1,035,748</b>	<b>889,672</b>	<b>1,156,259</b>
Net ordinary income .....	221,164	*6,707	36,706	11,529	50,403	78,996	36,823
Net short-term capital gain (loss) .....	-15,729	*1,840	3,512	-4,256	-1,629	-1,809	-13,387
Net long-term capital gain (loss) .....	4,547,099	77,333	898,156	741,000	943,453	763,790	1,123,367
Nontaxable income .....	160,060	*6,963	29,206	22,218	43,521	48,694	9,457
<b>Current year net income</b> <sup>3</sup> .....	<b>547,372</b>	<b>10,750</b>	<b>60,386</b>	<b>34,985</b>	<b>114,774</b>	<b>59,962</b>	<b>266,515</b>
Net ordinary income .....	229,106	1,996	57,206	36,131	49,326	36,168	48,280
Net short-term capital gain (loss) .....	13,778	1,005	4,262	-894	3,725	2,034	3,646
Net long-term capital gain (loss) .....	262,092	6,791	-9,294	-8,019	50,225	12,801	209,586
Nontaxable income .....	42,397	958	8,212	7,767	11,498	8,959	5,003
<b>Undistributed at end of year</b> <sup>4</sup> .....	<b>4,707,794</b>	<b>20,117</b>	<b>856,603</b>	<b>686,619</b>	<b>1,011,305</b>	<b>865,115</b>	<b>1,268,036</b>
Net ordinary income .....	223,688	*385	38,769	11,494	51,151	81,840	40,048
Net short-term capital gain (loss) .....	-11,006	*639	725	-3,197	1,291	3,435	-13,899
Net long-term capital gain (loss) .....	4,327,529	*12,977	787,912	654,548	912,582	728,092	1,231,418
Nontaxable income .....	167,584	*6,115	29,196	23,774	46,281	51,748	10,470

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

<sup>1</sup> Taken from Form 5227, Part II, Line 22.

<sup>2</sup> Taken from Form 5227, Part II, Line 20.

<sup>3</sup> Taken from Form 5227, Part II, Line 21.

<sup>4</sup> Taken from Form 5227, Part II, Line 23.

NOTE: Detail may not add to totals due to rounding.

# Split-Interest Trusts, Filing Year 2004

**Table 3.--Charitable Remainder Annuity Trusts: Book Value Balance Sheet Information, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Total	Size of end-of-year book value of total assets				
		Under \$500,000 <sup>1</sup>	\$500,000 under \$1,000,000	\$1,000,000 under \$3,000,000	\$3,000,000 under \$10,000,000	\$10,000,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Number of returns.....</b>	<b>22,626</b>	<b>18,629</b>	<b>2,205</b>	<b>1,416</b>	<b>290</b>	<b>86</b>
<b>Total net assets <sup>2</sup>.....</b>	<b>9,242,247</b>	<b>2,065,174</b>	<b>1,614,990</b>	<b>2,117,779</b>	<b>1,402,718</b>	<b>2,041,585</b>
<b>Total liabilities and net assets <sup>3</sup>.....</b>	<b>9,463,440</b>	<b>2,106,143</b>	<b>1,623,952</b>	<b>2,250,057</b>	<b>1,417,820</b>	<b>2,065,468</b>
<b>Total assets <sup>4</sup>.....</b>	<b>9,464,536</b>	<b>2,111,631</b>	<b>1,623,991</b>	<b>2,245,627</b>	<b>1,417,820</b>	<b>2,065,468</b>
Cash.....	161,472	42,092	29,862	43,928	29,783	15,808
Savings and temporary cash investments.....	601,531	100,358	116,709	139,057	127,441	117,966
Receivables due <sup>5</sup> .....	333,727	**93,612	78,834	72,128	28,636	**60,591
Inventories and prepaid expenses.....	1,411	**	--	*1,283	*53	**
Total investments.....	8,158,094	1,818,236	1,397,841	1,899,469	1,197,652	1,844,897
Securities.....	6,590,010	1,392,477	1,163,420	1,595,139	987,189	1,451,786
Government obligations.....	1,576,658	239,386	253,133	448,185	287,719	348,236
Corporate stock.....	3,753,837	848,864	671,230	873,960	505,591	854,193
Corporate bonds.....	1,259,515	304,227	239,057	272,994	193,879	249,357
Land, buildings, and equipment.....	93,808	28,395	**234,421	36,810	26,980	**393,111
Other investments.....	1,474,276	397,364	**	267,519	183,483	**
Charitable purpose land, buildings, and equipment.....	44,638	**57,331	--	32,895	**34,254	--
Other assets.....	163,660	**	744	56,868	**	26,206
<b>Total liabilities <sup>6</sup>.....</b>	<b>108,453</b>	<b>39,765</b>	<b>8,962</b>	<b>31,253</b>	<b>15,101</b>	<b>13,371</b>
Accounts payable, accrued expenses, and deferred revenue...	42,615	11,253	6,816	7,741	12,145	*4,661
Other liabilities <sup>7</sup> .....	65,837	28,513	2,146	23,512	2,957	*8,710

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

\*\* Data are combined to prevent disclosure of individual taxpayer data. However, the data are included in the appropriate totals.

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by trusts filing a final return.

<sup>2</sup> Taken from Form 5227, Part IV, line 46, column (b). This is the excess of total assets over total liabilities.

<sup>3</sup> Taken from "total liabilities and net assets" (Form 5227, Part IV, line 47, column (b)) of Form 5227. This amount may not equal "total liabilities" (line 43, column (b)), plus "total net assets" (line 46, column (b)) due to taxpayer reporting discrepancies.

<sup>4</sup> Taken from Form 5227, Part IV, line 37, column (b).

<sup>5</sup> Calculated as the sum of "accounts receivable" (Form 5227, Part IV, line 27), "receivables due from officers, directors, and other disqualified persons" (line 28), and "other notes and loans receivable" (line 29).

<sup>6</sup> Taken from Form 5227, Part IV, line 43, column (b).

<sup>7</sup> Includes "loans from officers, directors, trustees, and other disqualified persons" (Form 5227, Part IV, line 40), "mortgages and other notes payable" (line 41), and "other liabilities" (line 42).

NOTE: Detail may not add to totals due to rounding and taxpayer reporting error.

# Split-Interest Trusts, Filing Year 2004

**Table 4.--Charitable Remainder Unitrusts: Income and Deductions, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Total	Size of end-of-year book value of total assets					
		Zero or not reported	\$1 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$3,000,000	\$3,000,000 under \$10,000,000	\$10,000,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Number of returns</b> .....	<b>93,329</b>	<b>2,724</b>	<b>63,145</b>	<b>14,763</b>	<b>9,361</b>	<b>2,647</b>	<b>689</b>
<b>Total net income</b> <sup>1</sup> .....	<b>4,848,014</b>	<b>92,653</b>	<b>355,789</b>	<b>539,070</b>	<b>850,211</b>	<b>771,116</b>	<b>2,239,175</b>
<b>Net ordinary income</b> <sup>2</sup> .....	<b>2,129,437</b>	<b>8,341</b>	<b>294,287</b>	<b>236,450</b>	<b>373,485</b>	<b>287,907</b>	<b>928,966</b>
Total ordinary income <sup>3</sup> .....	2,685,045	26,747	386,071	307,829	469,853	354,146	1,140,399
Interest income.....	858,357	12,762	110,105	97,813	164,833	130,372	342,472
Dividends and business income (loss).....	1,514,814	13,432	204,144	159,303	210,213	164,757	762,966
Other income <sup>4</sup> .....	311,872	553	71,821	50,712	94,808	59,017	34,961
Total deductions <sup>5</sup> .....	555,605	18,406	91,781	71,379	96,368	66,239	211,433
Interest.....	101,967	--	301	1,064	2,030	978	97,593
Taxes.....	9,694	9	1,009	395	906	710	6,665
Other deductions.....	443,944	18,396	90,471	69,919	93,433	64,550	107,175
<b>Net short-term capital gain (loss)</b> <sup>6</sup> .....	<b>-153,558</b>	<b>18,184</b>	<b>21,663</b>	<b>22,059</b>	<b>33,691</b>	<b>51,763</b>	<b>-300,917</b>
Total short-term capital gain (loss).....	-140,311	18,240	23,957	24,355	36,178	53,842	-296,883
Deductions allocable to short-term capital gain (loss).....	13,246	56	2,295	2,295	2,487	2,079	4,034
<b>Net long-term capital gain (loss)</b> <sup>7</sup> .....	<b>2,788,162</b>	<b>65,622</b>	<b>27,317</b>	<b>267,970</b>	<b>421,158</b>	<b>410,581</b>	<b>1,595,514</b>
Total long-term capital gain (loss) <sup>8</sup> .....	2,949,535	69,238	35,747	274,385	426,870	414,052	1,729,242
Deductions allocable to long-term capital gain (loss).....	161,373	3,617	8,430	6,414	5,712	3,471	133,728
<b>Nontaxable income</b> <sup>9</sup> .....	<b>83,973</b>	<b>507</b>	<b>12,523</b>	<b>12,591</b>	<b>21,877</b>	<b>20,864</b>	<b>15,611</b>

<sup>1</sup> Calculated as the sum of "net ordinary income" (Form 5227, Part I, line 13), "net short-term capital gains (loss)" (line 16), "net long-term capital gains (loss)" (line 19) and current tax year nontaxable income (Part II, line 21(d)).

<sup>2</sup> Taken from "ordinary income less deductions" (Form 5227, Part I, line 13). This amount may not equal "total ordinary income" (line 8) less "total deductions allocable to ordinary income" (line 12) due to taxpayer discrepancies.

<sup>3</sup> Taken from Form 5227, Part I, line 8.

<sup>4</sup> Calculated as the sum of "rents, royalties, partnerships, other estates, and trusts" (Form 5227, Part I, line 4), "farm income or loss" (line 5), "ordinary gain or loss" (line 6), and "other income" (line 7).

<sup>5</sup> Taken from Form 5227, Part I, line 12.

<sup>6</sup> Taken from Form 5227, Part I, line 16.

<sup>7</sup> Taken from Form 5227, Part I, line 19.

<sup>8</sup> Taken from Form 5227, Part I, line 17a.

<sup>9</sup> Taken from Form 5227, Part II, line 21(d).

NOTE: Detail may not add to totals due to rounding.

# Split-Interest Trusts, Filing Year 2004

**Table 5.--Charitable Remainder Unitrusts: Accumulation Information, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004**

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Item	Total	Size of end-of-year book value of total assets					
		Zero or not reported	\$1 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$3,000,000	\$3,000,000 under \$10,000,000	\$10,000,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Number of returns</b> .....	<b>93,329</b>	<b>2,724</b>	<b>63,145</b>	<b>14,763</b>	<b>9,361</b>	<b>2,647</b>	<b>689</b>
<b>Total accumulations</b> <sup>1</sup> .....	<b>58,554,087</b>	<b>1,534,914</b>	<b>6,669,020</b>	<b>6,766,352</b>	<b>10,482,024</b>	<b>10,168,112</b>	<b>22,933,664</b>
Net ordinary income .....	4,518,621	34,915	406,094	316,216	514,602	509,240	2,737,555
Net short-term capital gain (loss) .....	2,181,098	306,271	-17,871	85,053	115,355	135,272	1,557,018
Net long-term capital gain (loss) .....	51,475,558	1,184,059	6,237,666	6,322,742	9,740,223	9,414,342	18,576,526
Nontaxable income .....	378,811	9,670	43,132	42,341	111,843	109,259	62,566
<b>Prior-year undistributed income</b> <sup>2</sup> .....	<b>53,716,542</b>	<b>1,443,799</b>	<b>6,306,030</b>	<b>6,233,270</b>	<b>9,631,997</b>	<b>9,401,598</b>	<b>20,699,848</b>
Net ordinary income .....	2,389,184	26,574	111,807	79,766	141,117	221,333	1,808,588
Net short-term capital gain (loss) .....	2,222,491	301,045	-57,994	55,057	52,539	65,717	1,806,127
Net long-term capital gain (loss) .....	48,810,029	1,107,017	6,221,609	6,068,697	9,348,375	9,026,154	17,038,177
Nontaxable income .....	294,838	9,163	30,609	29,750	89,966	88,395	46,955
<b>Current year net income</b> <sup>3</sup> .....	<b>4,848,014</b>	<b>92,653</b>	<b>355,789</b>	<b>539,070</b>	<b>850,211</b>	<b>771,116</b>	<b>2,239,175</b>
Net ordinary income .....	2,129,437	8,341	294,287	236,450	373,485	287,907	928,966
Net short-term capital gain (loss) .....	-153,558	18,184	21,663	22,059	33,691	51,763	-300,917
Net long-term capital gain (loss) .....	2,788,162	65,622	27,317	267,970	421,158	410,581	1,595,514
Nontaxable income .....	83,973	507	12,523	12,591	21,877	20,864	15,611
<b>Undistributed at end of year</b> <sup>4</sup> .....	<b>53,000,317</b>	<b>486,043</b>	<b>5,820,696</b>	<b>6,076,208</b>	<b>9,555,890</b>	<b>9,378,655</b>	<b>21,682,824</b>
Net ordinary income .....	2,899,377	12,003	131,341	101,596	193,173	255,866	2,205,398
Net short-term capital gain (loss) .....	1,829,383	189,538	-41,554	52,868	72,673	84,934	1,470,923
Net long-term capital gain (loss) .....	47,947,510	282,298	5,697,582	5,889,201	9,190,401	8,938,871	17,949,157
Nontaxable income .....	324,048	2,204	33,328	32,543	99,643	98,984	57,346

<sup>1</sup> Taken from Form 5227, Part II, Line 22.

<sup>2</sup> Taken from Form 5227, Part II, Line 20.

<sup>3</sup> Taken from Form 5227, Part II, Line 21.

<sup>4</sup> Taken from Form 5227, Part II, Line 23.

NOTE: Detail may not add to totals due to rounding.

# Split-Interest Trusts, Filing Year 2004

**Table 6.--Charitable Remainder Unitrusts: Book Value Balance Sheet Information, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Total	Size of end-of-year book value of total assets				
		Under \$500,000 <sup>1</sup>	\$500,000 under \$1,000,000	\$1,000,000 under \$3,000,000	\$3,000,000 under \$10,000,000	\$10,000,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Number of returns.....</b>	<b>93,329</b>	<b>65,869</b>	<b>14,763</b>	<b>9,361</b>	<b>2,647</b>	<b>689</b>
<b>Total net assets <sup>2</sup>.....</b>	<b>76,489,123</b>	<b>11,591,984</b>	<b>10,247,659</b>	<b>14,987,174</b>	<b>13,006,318</b>	<b>26,655,988</b>
<b>Total liabilities and net assets <sup>3</sup>.....</b>	<b>77,502,885</b>	<b>11,704,892</b>	<b>10,466,607</b>	<b>15,181,762</b>	<b>13,238,480</b>	<b>26,911,144</b>
<b>Total assets <sup>4</sup>.....</b>	<b>77,368,620</b>	<b>11,708,565</b>	<b>10,359,541</b>	<b>15,159,535</b>	<b>13,234,328</b>	<b>26,906,651</b>
Cash.....	1,241,554	224,368	147,376	275,729	173,211	420,870
Savings and temporary cash investments.....	4,955,793	643,435	586,188	1,028,552	849,520	1,848,096
Receivables due <sup>5</sup> .....	2,750,114	606,651	533,714	751,695	464,713	393,341
Inventories and prepaid expenses.....	9,350	763	* 653	5,262	2,559	114
Total investments.....	64,953,763	9,426,144	8,676,892	12,365,145	11,114,372	23,371,209
Securities.....	44,124,273	7,252,257	7,049,821	10,100,117	8,501,324	11,220,755
Government obligations.....	4,599,165	451,262	542,152	1,050,185	986,229	1,569,338
Corporate stock.....	32,278,225	5,408,685	5,340,006	7,452,020	6,282,655	7,794,860
Corporate bonds.....	7,246,883	1,392,311	1,167,662	1,597,912	1,232,440	1,856,557
Land, buildings, and equipment.....	763,439	110,708	100,923	196,736	216,466	138,607
Other investments.....	20,066,050	2,063,180	1,526,148	2,068,293	2,396,583	12,011,847
Charitable purpose land, buildings, and equipment.....	391,683	84,405	* 24,577	83,353	80,912	* 118,435
Other assets.....	3,066,347	722,785	390,139	649,796	549,040	754,586
<b>Total liabilities <sup>6</sup>.....</b>	<b>879,103</b>	<b>110,359</b>	<b>113,364</b>	<b>188,455</b>	<b>211,151</b>	<b>255,775</b>
Accounts payable, accrued expenses, and deferred revenue.....	317,945	53,087	65,969	70,093	68,601	60,195
Loans from disqualified persons, mortgages, and notes payable.....	74,946	9,304	** 47,395	10,450	** 142,550	* 21,610
Other liabilities.....	486,212	47,968	**	107,912	**	173,969

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

\*\* Data are combined to prevent disclosure of individual taxpayer data. However, the data are included in the appropriate totals.

<sup>1</sup> Includes returns that did not report end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet, or that reported the amount as zero. Often these zero amounts are explained by trusts filing a final return.

<sup>2</sup> Taken from Form 5227, Part IV, line 46, column (b). This is the excess of total assets over total liabilities.

<sup>3</sup> Taken from "total liabilities and net assets" (Form 5227, Part IV, line 47, column (b)) of Form 5227. This amount may not equal "total liabilities" (line 43, column (b)), plus "total net assets" (line 46, column (b)) due to taxpayer reporting discrepancies.

<sup>4</sup> Taken from Form 5227, Part IV, line 37, column (b).

<sup>5</sup> Calculated as the sum of "accounts receivable" (Form 5227, Part IV, line 27), "receivables due from officers, directors, and other disqualified persons" (line 28), and "other notes and loans receivable" (line 29).

<sup>6</sup> Taken from Form 5227, Part IV, line 43, column (b).

NOTE: Detail may not add to totals due to rounding and taxpayer reporting error.

# Split-Interest Trusts, Filing Year 2004

**Table 7.--Charitable Remainder Unitrusts: Fair Market Value Balance Sheet Information, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Total	Size of end-of-year book value of total assets				
		Under \$500,000 <sup>1</sup>	\$500,000 under \$1,000,000	\$1,000,000 under \$3,000,000	\$3,000,000 under \$10,000,000	\$10,000,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Number of returns.....</b>	<b>93,329</b>	<b>65,869</b>	<b>14,763</b>	<b>9,361</b>	<b>2,647</b>	<b>689</b>
<b>Total assets <sup>2</sup>.....</b>	<b>89,573,997</b>	<b>13,809,009</b>	<b>11,565,904</b>	<b>16,630,064</b>	<b>14,373,913</b>	<b>33,195,108</b>
Cash .....	1,350,827	223,143	148,701	268,520	175,291	535,172
Savings and temporary cash investments .....	4,864,449	641,571	587,844	1,045,584	858,962	1,730,489
Receivables due <sup>3</sup> .....	2,686,817	600,706	492,471	723,527	458,538	411,577
Inventories and prepaid expenses .....	6,764	754	651	2,685	2,561	113
Total investments.....	76,746,124	11,367,290	9,872,105	13,806,257	12,115,731	29,584,741
Securities.....	50,791,622	8,650,069	8,043,990	11,250,799	9,351,426	13,495,338
Government obligations.....	4,835,422	509,332	620,826	1,117,859	1,055,799	1,531,606
Corporate stock.....	38,248,825	6,639,018	6,211,559	8,459,367	7,012,267	9,926,614
Corporate bonds.....	7,707,376	1,501,719	1,211,605	1,673,573	1,283,360	2,037,119
Land, buildings, and equipment .....	1,264,915	424,552	135,984	272,733	227,612	204,034
Other investments .....	24,689,587	2,292,669	1,692,131	2,282,725	2,536,694	15,885,368
Charitable purpose land, buildings, and equipment .....	546,767	166,194	*64,146	87,315	98,733	130,380
Other assets.....	3,372,225	809,336	399,981	696,174	664,096	802,637
<b>Total liabilities <sup>4</sup>.....</b>	<b>968,917</b>	<b>105,668</b>	<b>111,819</b>	<b>189,320</b>	<b>205,196</b>	<b>356,914</b>
Accounts payable, accrued expenses, and deferred revenue.....	310,873	48,146	64,116	66,200	67,756	64,654
Loans from disqualified persons, mortgages, and notes payable	74,946	9,304	**47,703	10,450	**137,439	*21,610
Other liabilities.....	583,098	48,218	**	112,670	**	270,650

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

\*\* Data are combined to prevent disclosure of individual taxpayer data. However, the data are included in the appropriate totals.

<sup>1</sup> Includes returns that report the end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet as zero. Often, this amount is reported as zero for trusts filing a final return. In those cases, the trusts reported having assets at the beginning of the year, but nothing at the end of the year.

<sup>2</sup> Taken from Form 5227, Part IV, line 37, column (b).

<sup>3</sup> Calculated as the sum of "accounts receivable" (Form 5227, Part IV, line 27), "receivables due from officers, directors, and other disqualified persons" (line 28), and "other notes and loans receivable" (line 29).

<sup>4</sup> Taken from Form 5227, Part IV, line 43, column (b).

NOTE: Detail may not add to totals due to rounding.

# Split-Interest Trusts, Filing Year 2004

**Table 8.--Charitable Lead Trusts: Book Value Balance Sheet Information, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Total	Size of end-of-year book value of total assets			
		Under \$1,000,000 <sup>1</sup>	\$1,000,000 under \$3,000,000	\$3,000,000 under \$10,000,000	\$10,000,000 or more
	(1)	(2)	(3)	(4)	(5)
<b>Number of returns</b> .....	<b>5,658</b>	<b>3,785</b>	<b>1,145</b>	<b>537</b>	<b>191</b>
<b>Total net assets</b> <sup>2</sup> .....	<b>11,625,670</b>	<b>1,250,670</b>	<b>1,965,799</b>	<b>2,624,899</b>	<b>5,784,301</b>
<b>Total liabilities and net assets</b> <sup>3</sup> .....	<b>12,318,769</b>	<b>1,401,450</b>	<b>2,026,445</b>	<b>2,755,556</b>	<b>6,135,318</b>
<b>Total assets</b> <sup>4</sup> .....	<b>12,318,893</b>	<b>1,401,450</b>	<b>2,026,445</b>	<b>2,755,542</b>	<b>6,135,455</b>
Cash.....	131,067	36,633	14,996	37,761	41,677
Savings and temporary cash investments.....	879,096	174,966	176,111	221,685	306,335
Receivables due <sup>5</sup> .....	130,536	**8,112	23,091	**69,104	30,747
Inventories and prepaid expenses.....	1,305	**	*498	**	*289
<b>Total investments</b> .....	<b>10,512,499</b>	<b>1,157,757</b>	<b>1,780,514</b>	<b>2,254,878</b>	<b>5,319,350</b>
Securities.....	6,904,766	874,908	1,312,601	1,489,071	3,228,185
Government obligations.....	654,023	141,690	134,552	115,252	262,530
Corporate stock.....	5,627,951	668,124	1,063,792	1,135,557	2,760,478
Corporate bonds.....	622,792	65,096	114,257	238,263	205,177
Other investments <sup>6</sup> .....	3,607,733	282,849	467,913	765,807	2,091,165
Other assets <sup>7</sup> .....	664,390	23,982	31,236	172,113	437,058
<b>Total liabilities</b> <sup>8</sup> .....	<b>635,101</b>	<b>150,779</b>	<b>60,646</b>	<b>72,658</b>	<b>351,017</b>

\* Estimate should be used with caution because of the small number of sample returns on which it is based.

\*\* Data are combined to prevent disclosure of individual taxpayer data. However, the data are included in the appropriate totals.

<sup>1</sup> Includes returns that report the end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet as zero. Often, this amount is reported as zero for trusts filing a final return. In those cases, the trusts reported having assets at the beginning of the year, but nothing at the end of the year.

<sup>2</sup> Taken from Form 5227, Part IV, line 46, column (b). This is the excess of total assets over total liabilities.

<sup>3</sup> Taken from "total liabilities and net assets" (Form 5227, Part IV, line 47). This amount may not equal "total liabilities" (line 43, column (b)), plus "total net assets" (line 46, column (b)) due to taxpayer reporting discrepancies.

<sup>4</sup> Taken from Form 5227, Part IV, line 37, column (b).

<sup>5</sup> Calculated as the sum of "accounts receivable" (Form 5227, Part IV, line 27), "receivables due from officers, directors, and other disqualified persons" (line 28), and "other notes and loans receivable" (line 29).

<sup>6</sup> Calculated as the sum of "investments -- land, buildings, and equipment" (Form 5227, Part IV, line 33) and "investments -- other" (line 34).

<sup>7</sup> Calculated as the sum of "charitable purpose land, buildings, and equipment" (Form 5227, Part IV, line 35) and "other assets" (line 36).

<sup>8</sup> Taken from Form 5227, Part IV, line 43, column (b).

NOTE: Detail may not add to totals due to rounding and taxpayer reporting error.

## Split-Interest Trusts, Filing Year 2004

**Table 9.--Pooled Income Funds: Book Value Balance Sheet Information, by Size of End-of-Year Book Value of Total Assets, Filing Year 2004**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Total	Size of end-of-year book value of total assets		
		Under \$1,000,000 <sup>1</sup>	\$1,000,000 under \$10,000,000	\$10,000,000 or more
	(1)	(2)	(3)	(4)
<b>Number of returns</b> .....	<b>1,591</b>	<b>1,330</b>	<b>236</b>	<b>24</b>
<b>Total net assets</b> <sup>2</sup> .....	<b>1,424,806</b>	<b>217,697</b>	<b>605,392</b>	<b>601,717</b>
<b>Total liabilities and net assets</b> <sup>3</sup> .....	<b>1,658,241</b>	<b>220,644</b>	<b>692,857</b>	<b>744,740</b>
<b>Total assets</b> <sup>4</sup> .....	<b>1,657,381</b>	<b>219,767</b>	<b>692,874</b>	<b>744,740</b>
Cash.....	10,833	*504	8,547	*1,782
Savings and temporary cash investments.....	81,115	11,568	28,137	41,408
Receivables due, inventory, and prepaid expenses <sup>5</sup> .....	4,281	*40	3,453	*788
Total investments .....	1,518,753	183,731	643,760	691,262
Securities.....	978,505	116,103	509,656	352,745
Government obligations .....	209,160	*28,735	55,713	*124,712
Corporate stock .....	364,013	27,652	198,031	138,330
Corporate bonds .....	405,331	59,717	255,911	*89,703
Other investments <sup>6</sup> .....	540,248	67,628	134,105	338,516
Other assets <sup>7</sup> .....	42,398	*23,923	8,976	*9,500
<b>Total liabilities</b> <sup>8</sup> .....	<b>103,486</b>	<b>*411</b>	<b>2,217</b>	<b>100,858</b>

<sup>1</sup> Estimate should be used with caution because of the small number of sample returns on which it is based.

<sup>2</sup> Includes returns that report the end-of-year book value of total assets (Form 5227, Part IV, line 37, column (b)) from the balance sheet as zero. Often, this amount is reported zero for funds filing a final return. In those cases, the funds reported having assets at the beginning of the year, but nothing at the end of the year.

<sup>3</sup> Taken from Form 5227, Part IV, line 46, column (b). This is the excess of total assets over total liabilities.

<sup>4</sup> Taken from "total liabilities and net assets" (Form 5227, Part IV, line 47). This amount may not equal "total liabilities" (line 43, column (b)), plus "total net assets" (line 46, column (b)) due to taxpayer reporting discrepancies.

<sup>5</sup> Taken from Form 5227, Part IV, line 37, column (b).

<sup>6</sup> Calculated as the sum of "accounts receivable" (Form 5227, Part IV, line 27), "receivables due from officers, directors, and other disqualified persons" (line 28), "other notes and loans receivable" (line 29), "inventories for sale or use" (line 30), and "prepaid expenses and deferred charges" (line 31).

<sup>7</sup> Calculated as the sum of "investments -- land, buildings, and equipment" (Form 5227, Part IV, line 33) and "investments -- other" (line 34).

<sup>8</sup> Taken from Form 5227, Part IV, line 43, column (b).

NOTE: Detail may not add to totals due to rounding and taxpayer reporting error.

# Controlled Foreign Corporations, 2002

by Mike Masters and Catterson Oh

**F**or Tax Year 2002, the 7,500 largest foreign corporations controlled by large U.S. multinational corporations held \$5.8 trillion in assets and reported receipts of \$2.3 trillion. These amounts increased from Tax Year 2000 by 33.6 percent and 5.7 percent, respectively [1]. The 7,500 largest controlled foreign corporations (CFC's) paid \$38.6 billion in income taxes on \$200.7 billion in earnings and profits (less deficit) before income taxes. These amounts represent respective decreases of 10.5 percent and 3.3 percent from Tax Year 2000.

Over 79 percent, or 5,938, of the 7,500 largest CFC's for Tax Year 2002 were concentrated in three major industrial sectors: (1) goods production; (2) services; and (3) finance, insurance, real estate, and rental and leasing. These three industrial sectors accounted for 85.5 percent of assets (\$4,987.3 billion), 68.9 percent of total receipts (\$1,570.6 billion), 67.6 percent of income taxes (\$26.1 billion), and 80.7 percent of earnings and profits (less deficit) before income taxes (\$162.0 billion).

For Tax Year 2002, the 7,500 largest CFC's were incorporated in 104 different countries [2]. Almost 53 percent, or 3,939, of the 7,500 largest CFC's were incorporated in Europe. Slightly more than 91 percent of these European CFC's were located in European Union countries. Latin America and Asia accounted for 15.8 percent and 11.0 percent, respectively, of the 7,500 largest CFC's.

## Controlled Foreign Corporations

Direct foreign investment by U.S. persons may take several forms, including establishing foreign branches, partnerships with foreign entities, and separate corporations. For U.S. income tax purposes, a foreign corporation is "controlled" if U.S. shareholders own more than 50 percent of its outstanding voting stock, or more than 50 percent of the value of all its outstanding stock (directly, indirectly, or constructively) on any day during the foreign corporation's tax year. A "noncontrolled" foreign corporation is any foreign corporation that fails to

meet either of the above requirements for control. For purposes of determining control, a U.S. shareholder is defined as a U.S. person who owns 10 percent or more of the foreign corporation's total combined voting stock [3]. However, for Statistics of Income purposes, a foreign corporation is controlled only if one U.S. corporation satisfies either of the above 50-percent ownership requirements for an uninterrupted period of at least 30 days during the foreign corporation's tax year [4]. For Tax Year 2002, there were 1,079 U.S. corporations that controlled the 7,500 largest CFC's.

In general, the foreign source income of a foreign corporation is not taxable to the U.S. shareholders until repatriated in the form of a dividend. Recognizing that income could be accumulated in a CFC, thus deferring U.S. tax on the income indefinitely, Congress enacted the Subpart F provisions of the Internal Revenue Code in 1962. These provisions require certain items of income to be treated as dividends deemed paid to the U.S. shareholders and, therefore, subject to U.S. taxation. Currently, a U.S. shareholder of a CFC may be required to include in gross income the shareholder's ratable share of the CFC's: (1) Subpart F income (see Subpart F income in the *Explanation of Selected Terms* section of this article); (2) earnings invested in U.S. property; (3) previously excluded Subpart F income withdrawn from "qualified investments" in less developed countries and in "foreign base company" shipping operations; (4) previously excluded export trade income withdrawn from investment in export trade assets; and (5) factoring income (income derived from the acquisition of a trade or service receivable).

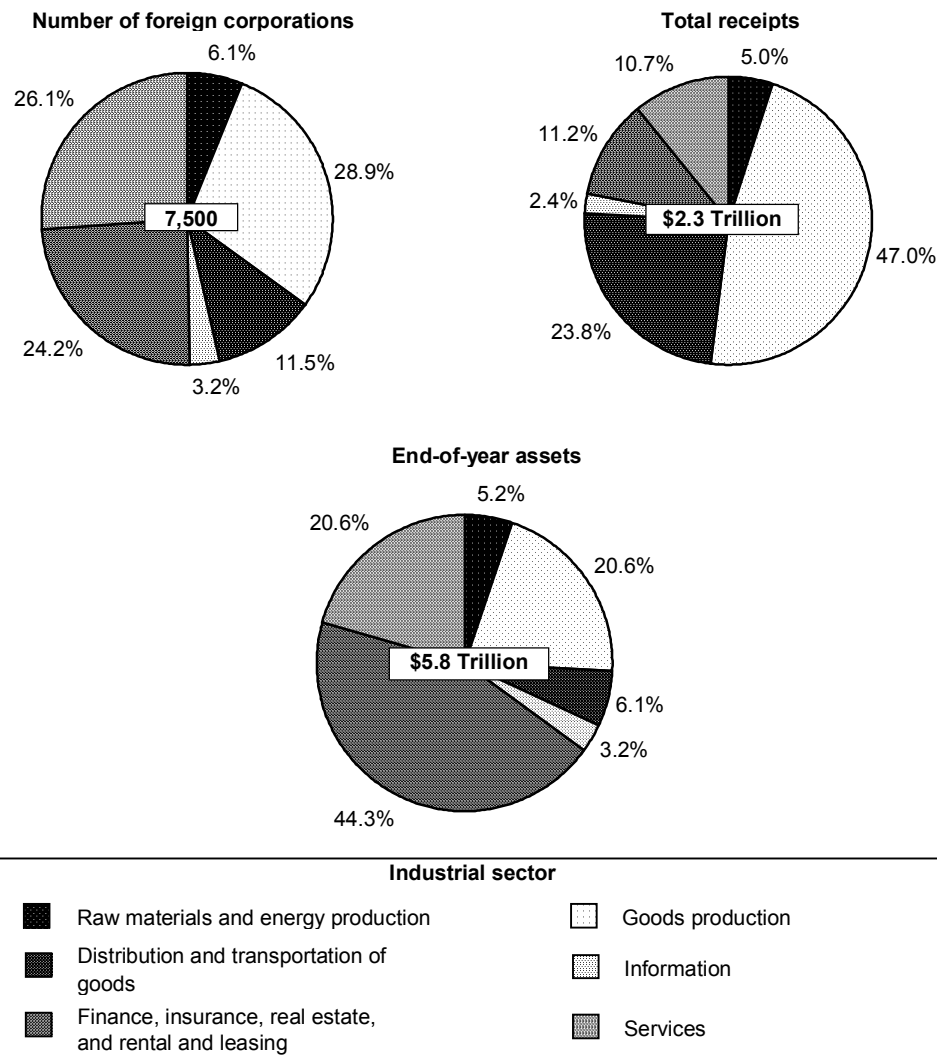
## CFC's by Industrial Sector

For Tax Year 2002, CFC's engaged in finance, insurance, real estate, and rental and leasing accounted for 44.3 percent of end-of-year assets, 11.2 percent of total receipts, and 19.7 percent of current earnings and profits (less deficit) before income taxes reported by the 7,500 largest CFC's (Figure A and Table 1). Slightly more than 58.2 percent of the total receipts and 53.4 percent of earnings and profits (less deficit) before income taxes for this industrial grouping were accounted for by two subsectors: security, commodity contracts, and other financial investments and related products; and insurance carriers and

*Mike Masters is a statistical assistant with Statistics of Income in Ogden, UT, and Catterson Oh is an economist with the Special Studies Returns Analysis Section. This article was prepared under the direction of Chris Carson, Chief.*

**Figure A**

**U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, and Receipts, by North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation, Tax Year 2002**



NOTE: Detail may not add to 100 percent because of rounding.

related activities. Goods producers accounted for 20.6 percent of end-of-year assets, 47.0 percent of total receipts, and 40.0 percent of earnings and profits (less deficit) before income taxes of the 7,500 largest CFC's. Chemical, computer and electronic products, and transportation equipment manufactur-

ers collectively reported 58.5 percent of end-of-year assets, 60.9 percent of total receipts, and 64.0 percent of earnings and profits (less deficits) before income taxes for all goods producers. The information sector had \$4.1 billion in losses in current-year earnings and profits (less deficit) before income

## Controlled Foreign Corporations, 2002

taxes. This loss was driven by the broadcasting and telecommunications subsector. The information sector was the only sector to report an aggregate deficit in earnings and profits (less deficits) before income taxes.

The two major industrial sectors experiencing the largest growth between Tax Years 2000 and 2002 were distribution and transportation of goods and finance, insurance, real estate, and rental and leasing (Figure B). For Tax Year 2002, CFC's engaged in distribution and transportation of goods reported \$355.6 billion in end-of-year assets, \$542.1 billion in total receipts, and \$24.0 billion in current earnings and profits (less deficit) before income taxes. These amounts increased from Tax Year 2000 by 35.2 percent, 14.0 percent, and 41.7 percent, respectively. Three subsectors were largely responsible for this growth. End-of-year assets grew by 105.4 percent for drugs and druggists' sundries wholesalers, 117.9 percent for petroleum and petroleum products wholesalers, and 67.0 percent for motor vehicles dealers and parts dealers. Total receipts for these subsectors grew by 83.3 percent, 58.9 percent, and 105.8 percent, respectively. CFC's in the finance, insurance, real estate, and rental and leasing sector reported \$2,586.5 billion in end-of-year assets and \$254.4 billion in total receipts for Tax Year 2002. These amounts increased from Tax Year 2000 by 41.7

percent and 19.5 percent, respectively.

All the major industrial sectors experienced considerable growth in end-of-year assets and total receipts between Tax Years 2000 and 2002 except the service sector, which had a moderate decrease in total receipts of 20.7 percent. There were changes in the percentage of the 7,500 largest CFC's included in each major industrial sector. The following sectors experienced growth in the number of CFC's between Tax Years 2000 and 2002: raw materials and energy production, finance, insurance, real estate, and rental and leasing, and services. These sectors grew by 5.3 percent, 6.0 percent, and 0.9 percent, respectively. The percentage of the 7,500 largest CFC's engaged in information declined from 4.0 percent to 3.2 percent between Tax Years 2000 and 2002, a decrease of 20.0 percent. The distribution and transportation of goods sector accounted for 12.2 percent of the 7,500 largest CFC's in Tax Year 2000 and 11.5 percent in Tax Year 2002.

### Geographic Distribution of CFC's

The geographic distribution of the 7,500 largest CFC's by major region was virtually unchanged from Tax Year 2000 to Tax Year 2002. For Tax Year 2002, Europe remained the dominant region for CFC activity. Europe alone accounted for 61.9 percent of end-of-year assets, 55.7 percent of total receipts, and

**Figure B**

### U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number and Receipts by Selected North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation, Tax Years 1998, 2000, and 2002

[Money amounts are in thousands of dollars]

Selected industrial sector of 7,500 largest Controlled Foreign Corporations	Number of foreign corporations			Total receipts		
	1998	2000	2002	1998	2000	2002
	(1)	(2)	(3)	(4)	(5)	(6)
<b>All industries</b> <sup>1</sup> .....	<b>7,500</b>	<b>7,500</b>	<b>7,500</b>	<b>1,749,516,820</b>	<b>2,157,736,289</b>	<b>2,280,609,940</b>
Raw materials and energy production.....	405	435	458	71,311,519	109,464,006	113,151,370
Goods production.....	2,477	2,197	2,165	923,232,646	1,002,032,315	1,071,845,768
Distribution and transportation of goods.....	1,001	915	864	355,151,932	475,399,981	542,127,900
Information.....	216	298	240	32,507,167	49,818,018	54,766,307
Finance, insurance, real estate, and rental and leasing.....	1,612	1,713	1,816	185,490,963	212,915,499	254,388,811
Services.....	1,770	1,939	1,957	180,629,840	307,993,046	244,329,784

<sup>1</sup> Includes "Nature of business not allocable," not shown separately.

## Controlled Foreign Corporations, 2002

57.6 percent of earnings and profits (less deficit) before income taxes for the 7,500 largest CFC's (Figure C and Tables 2 and 3). These percentages increased only slightly from Tax Year 2000. The two geographic groupings with the smallest representation in the 7,500 largest CFC's were Africa and U.S. Possessions (including Puerto Rico). These two regions collectively accounted for less than 1.0 percent of end-of-year assets and slightly more than 1.0 percent of total receipts and earnings and profits (less deficits) before income taxes of all goods producers.

One region experienced significant growth, while two regions experienced moderate growth between Tax Years 2000 and 2002. For Tax Year 2002, CFC's based in other Western Hemisphere countries reported \$428.6 billion in end-of-year assets, \$132.9 billion in total receipts, and \$16.1 billion in earnings and profits (less deficits) before income taxes. These amounts increased from Tax Year 2000 by 93.8 percent, 71.2 percent, and 28.5 percent, respectively. African CFC's reported \$18.1 billion in end-of-year assets, \$13.6 billion in total receipts, and \$1.3 billion in earnings and profits (less deficits) before income taxes. These totals represent increases from Tax Year 2000 of 13.5 percent, 29.5 percent, and 97.8 percent, respectively. CFC's based in Oceania reported \$155.3 billion in end-of-year assets, \$51.6 billion in total receipts, and \$4.7 billion in earnings and profits (less deficits) before income taxes. These totals represent increases from Tax Year 2000 of 36.8 percent, 6.2 percent, and 50.1 percent, respectively.

Figure D, which shows the number of CFC's and total receipts for selected countries for the 7,500 largest CFC's for Tax Years 1996, 1998, 2000, and 2002, indicates that several individual countries experienced large growth in total receipts between Tax Years 1996 and 2002. Luxembourg experienced the largest growth in total receipts. CFC's based in Luxembourg went from \$4.1 billion in total receipts for Tax Year 1996 to \$74.8 billion for Tax Year 2002. CFC's in the Netherlands Antilles, Bermuda, Bahamas, and the Cayman Islands (British) also experienced tremendous growth, reporting 1,331.9-percent, 426.0-percent, 326.0-percent, and 173.4-percent increases in total receipts, respectively, between Tax Years 1996 and 2002. Also, CFC's in China, Puerto Rico, Switzerland, and Ireland experi-

enced significant growth, reporting 311.0-percent, 249.5-percent, 182.5-percent, and 173.0-percent increases in total receipts, respectively, between Tax Years 1996 and 2002.

### Profitability

For purposes of this article, two measures are used to assess pretax profitability for the 7,500 largest CFC's: rate of return on assets and profit margin. Rate of return on assets is defined as current earnings and profits (less deficit) before income taxes divided by end-of-year assets. Profit margin is defined as current earnings and profits (less deficit) before income taxes divided by total receipts.

Both measures of profitability increased from Tax Year 1992 to Tax Year 1996, decreased from Tax Year 1996 to Tax Year 1998, increased again from Tax Year 1998 to Tax Year 2000, and decreased from Tax Year 2000 to Tax Year 2002. Between Tax Year 1992 and Tax Year 1996, the aggregate rate of return on assets increased from 4.4 percent to 5.1 percent. The rate of return on assets fell to 4.5 percent for Tax Year 1998, rose to 4.8 percent for Tax Year 2000, and fell again for Tax Year 2002 to 3.4 percent. Profit margins increased from 5.7 percent for Tax Year 1992 to 8.4 percent for Tax Year 1996 before decreasing to 8.2 percent for Tax Year 1998. Profit margins then increased to a decade high of 9.6 percent for Tax Year 2000, but fell for Tax Year 2002 to 8.8 percent.

For Tax Year 2002, profitability measures varied among the six different major industrial sectors. Of the 7,500 largest CFC's, those engaged in raw materials and energy production reported a 6.2-percent rate of return on assets and a 16.6-percent profit margin. These rates decreased from the 10.3-percent rate of return on assets and the 23.4-percent profit margin reported by CFC's for Tax Year 2000. CFC's involved in the service industry reported a 3.5-percent rate of return on assets and a 17.3-percent profit margin for Tax Year 2002. For Tax Year 2000, these CFC's reported a 5.1-percent rate of return on assets and a 15.3-percent profit margin.

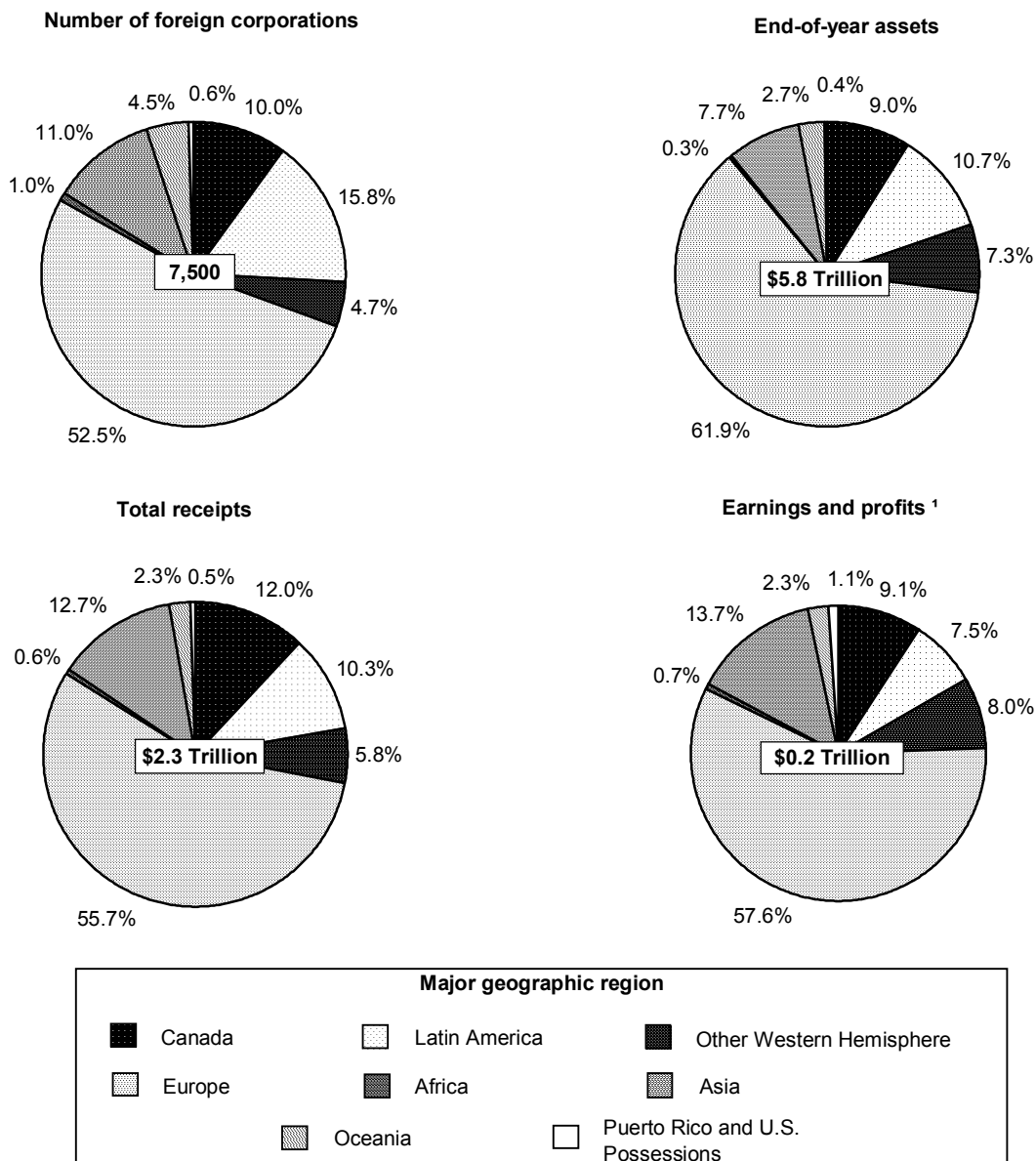
### Distributions of Earnings and Profits

The 7,500 largest CFC's distributed \$97.0 billion of earnings and profits to U.S. and foreign shareholders for Tax Year 2002, about 2.2 percent more than was

# Controlled Foreign Corporations, 2002

**Figure C**

**U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, and Earnings and Profits, by Major Geographic Region of Incorporation of Controlled Foreign Corporation, Tax Year 2002**



<sup>1</sup> Less deficits and before income taxes.

NOTE: Detail may not add to 100 percent because of rounding.

# Controlled Foreign Corporations, 2002

**Figure D**

## U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number and Receipts by Selected Country of Incorporation of Controlled Foreign Corporation, Tax Years 1996, 1998, 2000, and 2002

[Money amounts are in millions of dollars]

Selected country of incorporation of 7,500 largest Controlled Foreign Corporations	Number of foreign corporations				Total receipts			
	1996	1998	2000	2002	1996	1998	2000	2002
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Argentina.....	122	133	148	116	16,199	19,911	20,655	11,939
Australia.....	332	294	273	286	47,187	44,912	43,735	45,502
Austria.....	37	37	26	31	9,346	8,308	9,237	9,709
Bahamas.....	40	55	63	59	4,274	5,040	14,437	18,205
Belgium.....	206	171	141	124	33,721	29,869	28,826	28,916
Bermuda.....	163	164	181	214	16,949	18,554	44,997	89,154
Brazil.....	241	260	252	199	54,114	63,246	57,718	52,843
Canada.....	685	682	708	748	195,744	209,536	279,854	274,041
Cayman Islands (British).....	128	216	283	320	15,505	25,315	39,443	42,394
Chile.....	69	69	70	64	5,262	5,628	5,733	5,293
China.....	55	62	60	71	5,259	7,595	14,046	21,614
Colombia.....	31	30	30	20	4,222	4,081	3,359	3,307
Czech Republic.....	14	20	19	22	1,824	1,249	1,874	2,880
Denmark.....	38	39	48	51	4,603	4,355	5,547	4,540
Finland.....	22	18	20	13	2,649	3,029	3,850	2,200
France (including Andorra and Corsica).....	521	479	410	370	108,632	100,922	91,435	92,604
Germany.....	535	516	431	438	184,869	172,700	144,302	137,682
Greece.....	22	14	6	9	2,638	1,411	705	929
Hong Kong.....	155	127	111	107	34,920	28,162	31,533	28,928
India.....	27	30	32	34	2,159	1,998	3,382	3,406
Indonesia.....	24	11	8	13	1,268	462	965	2,968
Ireland.....	135	157	176	197	19,338	30,729	49,368	52,802
Israel (and the West Bank).....	15	22	33	29	2,699	3,776	7,021	5,026
Italy (including San Marino).....	295	242	197	201	61,410	58,879	46,973	44,050
Japan (including Okinawa and Ryukyu Islands).....	266	236	248	225	103,660	100,278	157,629	117,084
Liberia.....	22	18	16	12	3,615	3,561	2,194	2,091
Luxembourg.....	34	51	73	118	4,051	7,314	19,018	74,762
Malaysia.....	56	45	40	39	12,250	9,709	10,369	13,573
Mexico.....	201	244	271	293	41,564	51,502	85,409	102,335
Netherland Antilles.....	46	26	27	28	909	901	931	13,016
Netherlands.....	462	523	554	559	117,047	168,177	219,551	249,977
New Zealand.....	61	40	38	42	6,074	4,782	3,869	5,826
Nigeria.....	9	8	9	8	1,998	1,289	875	897
Norway.....	36	45	30	35	8,045	9,077	12,376	5,942
Panama (including Canal Zone).....	40	34	37	31	5,554	4,023	3,514	2,874
Peru.....	14	20	19	17	1,444	2,082	1,499	1,105
Philippines.....	30	32	35	36	3,364	3,598	5,151	7,032
Poland.....	20	32	33	28	2,565	4,669	4,271	5,596
Portugal.....	47	39	29	29	5,436	5,476	4,982	7,314
Puerto Rico.....	31	37	42	37	3,104	5,276	8,910	10,846
Russia.....	**	17	10	11	**	1,321	1,560	2,621
Singapore.....	114	111	109	112	39,656	43,336	54,784	41,922
South Africa (including Namibia).....	27	32	24	21	3,472	4,278	4,424	5,106
South Korea, Republic of.....	52	41	62	66	10,795	5,644	14,948	23,943
Spain.....	203	177	151	175	38,921	38,256	36,404	63,089
Sweden.....	81	72	83	86	14,414	15,701	28,823	26,836
Switzerland.....	157	147	173	185	39,974	49,535	80,221	112,939
Taiwan.....	48	41	43	42	11,712	11,880	15,049	14,162
Thailand.....	51	40	37	40	8,944	4,550	8,026	10,088
Turkey.....	27	26	18	17	5,783	6,712	5,208	3,962
United Kingdom.....	1,200	1,255	1,291	1,189	310,606	301,366	372,709	334,600
Uruguay.....	17	12	11	11	456	363	599	198
Venezuela.....	43	47	52	41	5,214	8,951	11,360	6,969

\*\*Not shown to avoid disclosure of information on specific corporations.

## Controlled Foreign Corporations, 2002

distributed for Tax Year 2000. Slightly more than 60 percent of distributions of earnings and profits were not previously taxed earnings and profits (\$58.6 billion), while the remainder was distributed from previously taxed earnings and profits (\$38.5 billion).

The majority of distributions of earnings and profits are attributed to CFC's doing business in the goods production and services sectors. These two industrial sectors distributed \$60.7 billion of earnings and profits, or 62.6 percent of total distributions. Of this total, \$37.7 billion were from not previously taxed earnings and profits, with the remaining \$23.0 billion coming from previously taxed earnings and profits. Two industrial sectors had significant increases in distributions of earnings and profits from Tax Year 2000 to Tax Year 2002. CFC's engaged in the distribution and transportation of goods and the services sectors reported increases of 36.7 percent and 16.4 percent, respectively.

European based CFC's accounted for 56.4 percent (\$54.7 billion) of all distributions of earnings and profits. Almost 58 percent of these distributions were from not previously taxed earnings and profits (\$31.6 billion), with the remainder distributed from previously taxed earnings and profits (\$23.1 billion). Asian CFC's distributed \$14.6 billion of earnings and profits in Tax Year 2002. This represents an increase of 15.3 percent from Tax Year 2000. Foreign entities incorporated in OPEC countries distributed

\$1.2 billion of earnings and profits in Tax Year 2002, an 88.5-percent increase from Tax Year 2000.

From Tax Year 2000 to Tax Year 2002, four of the six major industrial sectors saw a decline in the taxable payout ratio, defined as taxable dividends paid to a U.S. person by a CFC with positive current earnings and profits net of current-year Subpart F income divided by positive current earnings and profits net of current-year Subpart F income (Figure E) (see definitions of U.S. person, Current earnings and profits, and Subpart F Income in the *Explanation of Selected Terms*). For the 7,500 largest CFC's, the taxable dividend payout ratio declined from 23.6 percent to 13.6 percent (a 42.4-percent decline) and from 10.2 percent to 8.7 percent (a 15.3-percent decline) for the raw materials and energy production and goods production sectors, respectively. From Tax Year 2000 to Tax Year 2002, foreign corporations engaged in distributions and transportation of goods and services sectors reported increases in the taxable payout ratio from 8.7 percent to 13.8 percent (a 58.6-percent increase) and from 15.2 percent to 16.3 percent (a 7.2-percent increase), respectively.

### Data Sources and Limitations

The statistics presented in this article are based on information collected from corporate tax returns (Form(s) 1120) with accounting periods ending July 2002 through June 2003 and their attached Form(s)

**Figure E**

**U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number of Foreign Corporations with Positive Current Earnings and Profits Net of Current-Year Subpart F Income and Taxable Payout Ratios, by Selected North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation, Tax Years 1998, 2000, and 2002**

Selected industrial sector of 7,500 largest Controlled Foreign Corporations	Number of foreign corporations with positive current earnings and profits net of current-year Subpart F income			Taxable payout ratio (percentage)		
	1998	2000	2002	1998	2000	2002
	(1)	(2)	(3)	(4)	(5)	(6)
<b>All industries</b> <sup>1</sup> .....	<b>4,558</b>	<b>4,559</b>	<b>4,405</b>	<b>16.0</b>	<b>11.9</b>	<b>10.3</b>
Raw materials and energy production.....	221	305	284	21.9	23.6	13.6
Goods production.....	1,747	1,578	1,482	12.9	10.2	8.7
Distribution and transportation of goods.....	610	567	582	19.8	8.7	13.8
Information.....	117	117	124	4.5	10.1	9.1
Finance, insurance, real estate, and rental and leasing .....	872	996	999	6.3	5.2	4.1
Services.....	982	994	934	25.2	15.2	16.3

<sup>1</sup> Includes "Nature of business not allocable," not shown separately.

## Controlled Foreign Corporations, 2002

5471, *Information Return of U.S. Persons With Respect to Certain Foreign Corporations*. A U.S. corporation is required by Internal Revenue Service regulations to submit a Form 5471 for any Controlled Foreign Corporation (CFC) with an accounting period ending with or within the U.S. parent's accounting period. Thus, the accounting periods for Tax Year 2002 CFC's may have ended as early as July 2001 and as late as June 2003. However, most CFC activity occurred in Calendar Year 2002.

These statistics report data for the 7,500 largest (in terms of total assets) active foreign corporations controlled by U.S. corporations with total assets of \$500 million or more (see definitions of Total assets and Active versus inactive Controlled Foreign Corporations in the *Explanation of Selected Terms*). The 7,500 largest CFC's accounted for 92.5 percent of total end-of-year assets, 81.7 percent of total receipts, and 89.9 percent of current earnings and profits (less deficit) before income taxes reported by all active CFC's of these U.S. corporations with assets of \$500 million or more [5]. The amount of total assets for these 7,500 largest CFC's ranged from approximately \$79.5 million to \$323.0 billion [6].

Since the 1,079 parent corporations with assets of \$500 million or more and CFC's included in the 7,500 largest controlled foreign corporations were selected at a 100-percent rate for the Statistics of Income sample of all corporation income tax returns, the data are not subject to sampling variability, although they may be subject to nonsampling error.

Several limitations apply when making comparisons to prior-year statistics for the 7,500 largest CFC's. First, the composition of the 7,500 largest CFC's is not consistent across tax years. For example, only 68.7 percent of the 7,500 largest CFC's for Tax Year 2002 were also included in the 7,500 largest CFC's for Tax Year 2000. Many of the 7,500 largest CFC's for Tax Year 2000 that were not included among the 7,500 largest CFC's for Tax Year 2002 were still controlled by U.S. corporations, but the size of their total assets for Tax Year 2002 excluded them from this group. In addition, some of the 7,500 largest CFC's for Tax Year 2000 were not included in Tax Year 2002 because they were no longer "controlled" or the U.S. parent corporation's total assets had fallen below \$500 million.

Second, statistics previously published by Statistics of Income for tax years before 1986 were for all

CFC's controlled by U.S. corporations with total assets of \$250 million or more, not just the 7,500 largest active CFC's controlled by U.S. corporations with total assets of \$500 million or more. Therefore, the statistics for these years include smaller and also inactive CFC's. For this reason, comparisons between statistics on the largest CFC's and statistics for years before 1986 should be made with caution.

Caution should also be used when comparing data by industrial groupings. For Tax Years 1998, 2000, and 2002, CFC's were classified under the North American Industry Classification System (NAICS), which differs from the Standard Industrial Classification (SIC) system used before Tax Year 1998. While most industries were not affected by the implementation of NAICS, the groupings of some economic activities were changed. The most significant change was the movement of the management of companies and enterprises sector from finance, insurance, and real estate under the SIC system to the services sector under NAICS.

It should also be noted that the industrial mix of the 7,500 largest CFC's is not representative of the industrial mix of all active foreign corporations controlled by U.S. corporations reporting \$500 million or more in assets. This is exemplified by the CFC's engaged in the distribution and transportation of goods. Slightly more than 11.5 percent of the 7,500 largest CFC's for Tax Year 2002 are classified in the distribution and transportation of goods, while 20.4 percent of all active CFC's of U.S. corporations reporting \$500 million or more in total assets are classified in the same sector [7]. Conversely, 24.2 percent of the 7,500 largest CFC's for Tax Year 2002 were engaged in the finance, insurance, real estate, and rental and leasing sector, while only 14.3 percent of all active CFC's of U.S. corporations reporting \$500 million or more were classified in this sector [8]. Furthermore, CFC's were classified by industry based on their principal business activity as reported on Form 5471. However, assets, receipts, and profits may have also been related to secondary business activities. It is not possible to measure the extent of these secondary business activities due to these activities not being detailed on Form 5471.

### Explanation of Selected Terms

*Active versus inactive Controlled Foreign Corporations.*--In general, a foreign corporation

## Controlled Foreign Corporations, 2002

was considered “active” if earnings and profits, income taxes, receipts, expenses, or certain transactions between the foreign corporation and its subsidiaries or majority shareholder were reported on Form 5471, *Information Return of U.S. Persons with Respect to Certain Foreign Corporations*. The filing of Form 5471 was required even if a CFC was dormant or inactive for Tax Year 2002. All CFC’s included in the 7,500 largest grouping were active for Tax Year 2002.

*Controlled Foreign Corporation.*--Section 957 of the Internal Revenue Code defines a foreign corporation as being “controlled” if more than 50 percent of the total combined voting power of all classes of stock of such corporation entitled to vote, or more than 50 percent of the value of all its outstanding stock, is owned (directly, indirectly, or constructively) by U.S. shareholders on any day during the foreign corporation’s tax year. A U.S. shareholder for purposes of determining control is defined as a “U.S. person” (see definition below) owning 10 percent or more of the foreign corporation’s voting stock. For purposes of these statistics, a foreign corporation was “controlled” only if a single U.S. corporation satisfied the ownership requirements for an uninterrupted period of at least 30 days. U.S. corporations may also control a CFC through a partnership where the U.S. corporation is the controlling partner. To the extent possible, these CFC’s have also been included in these statistics.

*Country of incorporation.*--The country of incorporation is the country under whose laws the CFC is legally created. The CFC’s country of incorporation is not necessarily the principal place of business. Some 273 (3.6 percent) of the 7,500 largest CFC’s for Tax Year 2002 reported a principal place of business that differed from the reported country of incorporation. Tables 2 and 3 provide data by country of incorporation; data by principal place of business are not included in these statistics.

*Current earnings and profits.*--Current earnings and profits represent the difference between total earnings and profits of the foreign corporation at the end of the current year (before reduction by dividends paid during the year) and the accumulated earnings and profits of the corporation at the beginning of the year. Although current earnings and profits typically are an after-tax measure of profits,

they are shown in these statistics both before and after taxes. “Earnings and profits” is a tax concept referring to the economic capacity of a corporation to make a distribution to shareholders that is not a return on capital. The concept is similar to the notion of retained earnings. The term “earnings and profits” is not specifically defined in the Internal Revenue Code. In those instances where current earnings and profits were not reported for the foreign corporation, net income per books was used in place of missing earnings and profits.

*Distributions out of earnings and profits.*--A distribution comes first from current earnings and profits and then from accumulated earnings and profits.

*Income taxes.*--CFC’s reported income, war profits, and excess profits taxes paid or accrued to any foreign country or U.S. Possession as income tax for their annual accounting periods.

*OPEC countries.*--The member countries of the Organization of Petroleum Exporting Countries for Tax Year 2002 were: Algeria, Indonesia, Iran, Iraq, Kuwait, Libya, Nigeria, Qatar, Saudi Arabia, United Arab Emirates, and Venezuela.

*Previously taxed earnings and profits.*--This includes any earnings and profit amounts that were subject to U.S. tax in the current year or in a prior year, but not distributed. Previously taxed earnings and profits include amounts related to Subpart F income (see definition below), earnings related to investments in certain U.S. property, previously excluded Subpart F income withdrawn from qualified investments, previously excluded export trade income withdrawn from investment in export trade assets, factoring income, and earnings invested in excess passive assets.

*Subpart F income.*--Internal Revenue Code sections 951 and 952 stipulate specific cases in which earnings and profits are deemed to have been paid by a CFC to a U.S. shareholder. Such income is subject to U.S. tax whether or not it is repatriated to U.S. shareholders in the form of an actual dividend. Internal Revenue Code section 951 requires that U.S. shareholders include in their gross incomes certain undistributed profits of foreign corporations controlled by U.S. shareholders. Subpart F income from a CFC includes certain insurance income of U.S. risks, “foreign base company” income, international boycott participation income, bribes and other illegal pay-

## Controlled Foreign Corporations, 2002

ments to foreign government officials, and income from any country which the United States does not recognize or with which it has severed relations, or which repeatedly provides support for acts of international terrorism.

*Total assets.*--For purposes of determining the 7,500 largest CFC's for these statistics, total assets are defined as the larger of the foreign corporation's beginning-of-year and end-of-year total assets.

*Total receipts.*--Total receipts equal business receipts (gross receipts from sales and operations) plus income from investment activity. In the statistics reported prior to 1990, "business receipts" were used to describe the larger of "gross receipts from sales and operations" and "total income." The latter is a tax return concept used to describe the sum of business receipts less cost of sales and operations (i.e., gross profit), plus income (less loss) from investments.

*U.S. person.*--A U.S. person can be a U.S. citizen or resident, a domestic partnership, a domestic corporation, or an estate or trust (other than a foreign estate or trust whose income from sources outside the United States is not includable in the beneficiaries' gross incomes).

### Notes and References

[1] Statistics of Income studies of Controlled Foreign Corporations are conducted for even-numbered tax years. For Tax Year 2000 data, see Mahony, Lee and Wenrich, Jason, "Con-

trolled Foreign Corporations, 2000," *Statistics of Income Bulletin*, Summer 2004, Volume 24, Number 1.

[2] Based on unpublished data.

[3] The current definition of a Controlled Foreign Corporation is provided in Internal Revenue Code section 957. Ownership attribution rules are provided in section 958.

[4] Generally, complete Form 5471 filings are required only for foreign corporations controlled by a single U.S. shareholder. Partial filing requirements exist for foreign corporations which are not controlled by a single U.S. shareholder. For more details, refer to the instructions for Form 5471.

[5] Based on unpublished data. For Tax Year 2002, there were 2,130 U.S. corporate returns with \$500 million or more in total assets that filed Forms 5471. These 2,130 corporations controlled 51,726 active foreign corporations which reported \$6,306.3 billion in total end-of-year assets, \$2,792.1 billion in total receipts, and \$223.2 billion in total current earnings and profits (less deficit) before income taxes.

[6] Based on unpublished data.

[7] Based on unpublished data.

[8] Based on unpublished data.

# Controlled Foreign Corporations, 2002

**Table 1.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation**

[Money amounts are in thousands of dollars]

Selected industrial sector of 7,500 largest Controlled Foreign Corporations	Number of U.S. corporation returns <sup>1</sup>	7,500 largest Controlled Foreign Corporations			
		Number of foreign corporations	Total assets		Total receipts
			Beginning of year	End of year	
	(1)	(2)	(3)	(4)	(5)
<b>All industries.....</b>	<b>1,079</b>	<b>7,500</b>	<b>4,949,650,029</b>	<b>5,834,059,131</b>	<b>2,280,609,940</b>
<b>Raw materials and energy production.....</b>	<b>115</b>	<b>458</b>	<b>287,756,355</b>	<b>303,293,883</b>	<b>113,151,370</b>
Agriculture, forestry, and fishing .....	13	27	6,588,885	13,844,164	8,552,367
Mining.....	72	286	184,846,683	199,459,554	60,167,095
Oil and gas extraction.....	46	209	160,916,249	173,917,127	51,507,811
Metal ore mining.....	7	34	14,715,415	15,573,720	4,084,466
Other mining.....	27	43	9,215,020	9,968,707	4,574,818
Utilities.....	38	145	96,320,787	89,990,165	44,431,908
<b>Goods production.....</b>	<b>491</b>	<b>2,165</b>	<b>1,030,177,179</b>	<b>1,200,329,734</b>	<b>1,071,845,768</b>
Construction .....	12	38	6,635,345	8,253,957	10,190,352
Construction of buildings, heavy construction, and civil engineering.....	6	8	1,573,106	1,732,188	2,202,947
Specialty trade contractors.....	7	30	5,062,239	6,521,769	7,987,404
Manufacturing .....	484	2,127	1,023,541,834	1,192,075,777	1,061,655,417
Food manufacturing.....	31	181	58,598,281	79,678,407	65,505,564
Beverage and tobacco product manufacturing.....	13	82	45,997,235	54,299,092	57,140,462
Textile mills and textile product mills.....	8	9	1,255,804	1,208,371	997,820
Apparel manufacturing.....	8	25	4,989,445	6,056,918	6,188,970
Wood product manufacturing.....	7	8	1,810,138	2,017,138	883,514
Paper manufacturing.....	23	87	45,211,241	47,154,823	23,771,375
Petroleum and coal products manufacturing.....	10	40	57,482,636	77,784,590	94,113,877
Chemical manufacturing.....	107	478	268,228,303	333,500,300	191,446,209
Pharmaceutical and medicine manufacturing.....	33	146	128,862,145	185,332,969	113,293,460
Other chemical manufacturing.....	82	332	139,366,158	148,167,331	78,152,750
Plastics and rubber products manufacturing.....	24	60	28,666,599	42,229,271	18,597,671
Nonmetallic mineral product manufacturing.....	14	53	23,817,802	26,143,774	9,397,954
Primary metal manufacturing.....	16	37	14,553,508	15,222,139	14,220,827
Fabricated metal product manufacturing.....	34	82	13,555,046	14,967,722	12,536,508
Machinery manufacturing.....	47	109	21,647,996	24,436,263	21,848,507
Computer and electronic product manufacturing.....	88	283	172,164,795	172,021,959	187,812,174
Electric equipment, appliance, and component manufacturing.....	47	122	31,279,672	33,006,323	32,388,532
Transportation equipment manufacturing.....	51	263	173,837,142	196,662,493	273,405,485
Motor vehicles and parts manufacturing.....	38	232	163,564,157	181,822,875	265,564,320
Other transportation equipment manufacturing.....	16	31	10,272,985	14,839,618	7,841,165
Furniture and related product manufacturing.....	8	13	1,966,585	2,014,110	1,745,362
Miscellaneous manufacturing.....	77	195	58,479,608	63,672,083	49,654,606
<b>Distribution and transportation of goods.....</b>	<b>275</b>	<b>864</b>	<b>312,073,971</b>	<b>355,638,840</b>	<b>542,127,900</b>
Wholesale and retail trade.....	253	797	299,120,029	341,198,321	534,570,615
Wholesale trade.....	206	649	226,355,608	256,086,080	407,049,936
Machinery, equipment, and suppliers wholesalers.....	28	67	30,434,959	25,617,951	48,192,394
Drugs and druggists' sundries wholesalers.....	19	72	33,420,263	41,397,544	40,259,189
Grocery and related product wholesalers.....	13	20	5,120,940	4,237,236	6,605,363
Petroleum and petroleum products wholesalers.....	13	58	41,685,692	51,088,526	113,975,431
Other wholesale trade.....	153	432	115,693,754	133,744,823	198,017,559
Retail trade .....	61	148	72,764,420	85,112,241	127,520,679
Motor vehicle dealers and parts dealers.....	7	15	2,421,285	3,657,911	7,793,103
Food and beverage stores.....	4	4	2,390,219	2,619,685	8,925,916
Clothing and clothing accessories stores.....	6	14	2,326,239	3,052,180	5,182,400
General merchandise stores.....	5	20	27,967,771	31,023,176	45,130,576
Other retailers.....	40	92	36,145,524	42,769,179	57,476,349

Footnotes at end of table.



# Controlled Foreign Corporations, 2002

**Table 1.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued					
	Current earnings and profits (less deficit) before income taxes	Income taxes	Current earnings and profits (less deficit) after income taxes	Foreign corporations with current earnings and profits (+) before income taxes		
				Current earnings and profits before income taxes	Income taxes	Current earnings and profits after income taxes
	(6)	(7)	(8)	(9)	(10)	(11)
<b>All industries.....</b>	<b>200,670,364</b>	<b>38,610,284</b>	<b>162,060,079</b>	<b>251,715,617</b>	<b>37,261,414</b>	<b>214,454,204</b>
<b>Raw materials and energy production.....</b>	<b>18,780,847</b>	<b>5,742,786</b>	<b>13,038,061</b>	<b>22,342,228</b>	<b>5,424,073</b>	<b>16,918,155</b>
Agriculture, forestry, and fishing .....	381,076	54,957	326,119	433,469	54,011	379,458
Mining.....	15,489,841	5,167,465	10,322,377	17,866,549	4,982,123	12,884,427
Oil and gas extraction.....	14,693,190	4,916,979	9,776,210	16,733,207	4,792,087	11,941,121
Metal ore mining.....	366,977	81,521	285,456	619,563	63,370	556,193
Other mining.....	429,674	168,964	260,710	513,779	126,666	387,114
Utilities.....	2,909,929	520,365	2,389,565	4,042,210	387,939	3,654,271
<b>Goods production.....</b>	<b>80,199,064</b>	<b>14,919,504</b>	<b>65,279,560</b>	<b>94,621,373</b>	<b>14,543,805</b>	<b>80,077,569</b>
Construction .....	862,118	189,586	672,532	943,045	182,897	760,149
Construction of buildings, heavy construction, and civil engineering.....	152,661	45,791	106,870	152,776	48,326	104,451
Specialty trade contractors.....	709,457	143,795	565,663	790,269	134,571	655,698
Manufacturing .....	79,336,946	14,729,918	64,607,027	93,678,328	14,360,908	79,317,420
Food manufacturing.....	4,793,443	1,167,103	3,626,339	5,309,988	1,138,711	4,171,276
Beverage and tobacco product manufacturing.....	7,542,271	1,653,453	5,888,818	7,705,144	1,642,948	6,062,195
Textile mills and textile product mills.....	56,111	18,272	37,839	94,881	18,270	76,610
Apparel manufacturing.....	468,355	47,925	420,429	551,319	48,010	503,309
Wood product manufacturing.....	-109,548	-8,390	-101,157	9,311	1,945	7,365
Paper manufacturing.....	1,498,892	419,544	1,079,348	1,918,348	414,014	1,504,334
Petroleum and coal products manufacturing.....	2,445,820	759,969	1,685,851	3,174,123	754,481	2,419,642
Chemical manufacturing.....	38,911,613	4,789,830	34,121,783	41,160,750	4,651,742	36,509,008
Pharmaceutical and medicine manufacturing.....	34,202,954	3,536,233	30,666,721	34,886,701	3,403,482	31,483,219
Other chemical manufacturing.....	4,708,659	1,253,597	3,455,062	6,274,049	1,248,260	5,025,789
Plastics and rubber products manufacturing.....	931,085	239,752	691,333	1,072,108	211,999	860,109
Nonmetallic mineral product manufacturing.....	1,162,155	274,550	887,605	1,199,088	270,161	928,927
Primary metal manufacturing.....	1,268,872	337,461	931,411	1,443,196	323,337	1,119,859
Fabricated metal product manufacturing.....	475,357	212,250	263,107	687,007	207,341	479,666
Machinery manufacturing.....	716,139	319,122	397,017	1,336,087	299,661	1,036,425
Computer and electronic product manufacturing.....	7,028,027	1,317,922	5,710,105	10,831,183	1,343,117	9,488,066
Electric equipment, appliance, and component manufacturing.....	1,814,186	314,341	1,499,845	2,533,447	291,842	2,241,605
Transportation equipment manufacturing.....	5,426,543	1,961,983	3,464,560	9,267,549	1,900,164	7,367,385
Motor vehicles and parts manufacturing.....	4,480,253	1,844,745	2,635,508	8,227,906	1,784,174	6,443,732
Other transportation equipment manufacturing.....	946,290	117,238	829,052	1,039,644	115,990	923,653
Furniture and related product manufacturing.....	66,066	20,635	45,431	97,085	21,724	75,361
Miscellaneous manufacturing.....	4,841,559	884,196	3,957,362	5,287,716	821,440	4,466,276
<b>Distribution and transportation of goods.....</b>	<b>23,972,584</b>	<b>5,486,881</b>	<b>18,485,703</b>	<b>27,620,715</b>	<b>5,358,517</b>	<b>22,262,198</b>
Wholesale and retail trade.....	24,087,497	5,396,802	18,690,694	27,085,602	5,276,467	21,809,135
Wholesale trade.....	17,651,971	3,471,526	14,180,445	20,020,292	3,365,251	16,655,042
Machinery, equipment, and suppliers wholesalers.....	2,451,827	596,907	1,854,920	2,640,808	594,507	2,046,301
Drugs and druggists' sundries wholesalers.....	4,187,842	646,968	3,540,874	4,597,063	643,096	3,953,967
Grocery and related product wholesalers.....	467,109	69,289	397,820	492,245	68,497	423,748
Petroleum and petroleum products wholesalers.....	2,350,963	156,989	2,193,975	2,715,983	156,296	2,559,687
Other wholesale trade.....	8,194,229	2,001,373	6,192,856	9,574,194	1,902,855	7,671,338
Retail trade .....	6,435,526	1,925,277	4,510,249	7,065,310	1,911,216	5,154,093
Motor vehicle dealers and parts dealers.....	-97,578	33,054	-130,632	125,872	25,638	100,234
Food and beverage stores.....	214,046	89,679	124,368	214,046	89,679	124,368
Clothing and clothing accessories stores.....	423,832	66,741	357,091	471,925	62,856	409,069
General merchandise stores.....	1,101,312	351,481	749,830	1,177,627	351,481	826,146
Other retailers.....	4,489,888	1,316,788	3,173,100	4,771,815	1,314,029	3,457,785

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 1.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued					
	Current earnings and profits (less deficit) before income taxes	Income taxes	Current earnings and profits (less deficit) after income taxes	Foreign corporations with current earnings and profits (+) before income taxes		
				Current earnings and profits before income taxes	Income taxes	Current earnings and profits after income taxes
	(6)	(7)	(8)	(9)	(10)	(11)
<b>Distribution and transportation of goods--continued</b>						
Transportation and warehousing.....	-114,913	90,078	-204,991	535,114	82,050	453,063
Transportation.....	-4,706	83,130	-87,835	473,158	75,106	398,052
Warehousing and storage.....	-110,207	6,949	-117,156	61,956	6,944	55,012
<b>Information.....</b>	<b>-4,054,940</b>	<b>1,289,700</b>	<b>-5,344,639</b>	<b>8,122,012</b>	<b>1,270,880</b>	<b>6,851,132</b>
Publishing industries.....	2,096,195	388,297	1,707,899	2,174,765	374,896	1,799,869
Broadcasting and telecommunications.....	-6,979,545	609,401	-7,588,946	4,735,648	605,501	4,130,148
Other information industries.....	828,410	292,002	536,408	1,211,598	290,484	921,115
<b>Finance, insurance, real estate, and rental and leasing .....</b>	<b>39,443,103</b>	<b>6,536,216</b>	<b>32,906,887</b>	<b>46,381,261</b>	<b>6,228,796</b>	<b>40,152,465</b>
Depository credit intermediation.....	3,338,486	738,294	2,600,192	3,496,993	728,205	2,768,788
Nondepository credit intermediation.....	7,269,495	1,560,538	5,708,958	7,879,266	1,534,065	6,345,201
Security, commodity contracts, and other financial investments and related products.....	12,251,320	2,311,181	9,940,140	14,465,080	2,155,928	12,309,152
Insurance carriers and related activities.....	8,805,548	1,036,859	7,768,688	11,296,371	973,135	10,323,237
Funds, trusts, and other financial activities.....	6,242,463	366,381	5,876,082	6,798,958	361,336	6,437,623
Real estate and rental and leasing .....	1,535,790	522,963	1,012,827	2,444,593	476,129	1,968,464
<b>Services.....</b>	<b>42,329,705</b>	<b>4,635,197</b>	<b>37,694,508</b>	<b>52,628,029</b>	<b>4,435,343</b>	<b>48,192,686</b>
Professional and business services.....	39,723,444	4,139,534	35,583,910	49,601,109	3,965,462	45,635,647
Education, health, and social assistance.....	25,653	28,318	-2,665	137,965	20,390	117,575
Leisure, accommodation, and food services.....	2,122,760	412,194	1,710,565	2,394,039	394,570	1,999,469
Other services .....	457,849	55,151	402,698	494,916	54,921	439,995

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 1.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued				
	Distributions out of earnings and profits			Dividends paid to controlling U.S. corporation	Total Subpart F income
	Total	Not previously taxed earnings and profits	Previously taxed earnings and profits		
	(12)	(13)	(14)	(15)	(16)
<b>All industries.....</b>	<b>97,011,345</b>	<b>58,556,699</b>	<b>38,454,646</b>	<b>27,045,099</b>	<b>31,420,940</b>
<b>Raw materials and energy production.....</b>	<b>8,348,244</b>	<b>7,586,220</b>	<b>762,023</b>	<b>2,566,104</b>	<b>1,220,497</b>
Agriculture, forestry, and fishing .....	64,493	62,633	1,860	43,194	17,740
Mining.....	5,850,826	5,189,575	661,250	2,200,913	1,042,282
Oil and gas extraction.....	5,452,087	4,901,761	550,326	1,947,774	865,471
Metal ore mining.....	155,545	107,723	47,822	81,604	42,818
Other mining.....	243,193	180,091	63,102	171,535	133,993
Utilities.....	2,432,925	2,334,012	98,913	321,998	160,475
<b>Goods production.....</b>	<b>32,217,593</b>	<b>20,894,615</b>	<b>11,322,978</b>	<b>10,144,624</b>	<b>9,796,240</b>
Construction .....	317,606	308,495	9,111	15,955	257,279
Construction of buildings, heavy construction, and civil engineering.....	26,131	25,964	167	5,038	3,135
Specialty trade contractors.....	291,475	282,530	8,944	10,917	254,144
Manufacturing .....	31,899,987	20,586,120	11,313,867	10,128,669	9,538,960
Food manufacturing.....	2,374,751	1,767,028	607,723	811,877	714,523
Beverage and tobacco product manufacturing.....	2,742,800	1,843,670	899,130	1,078,331	1,115,988
Textile mills and textile product mills.....	11,610	10,730	880	8,370	22,946
Apparel manufacturing.....	244,151	134,564	109,587	104,562	122,710
Wood product manufacturing.....	--	--	--	--	1,759
Paper manufacturing.....	724,188	549,226	174,962	34,138	100,095
Petroleum and coal products manufacturing.....	2,591,210	1,554,980	1,036,230	123,120	528,471
Chemical manufacturing.....	8,143,486	4,790,397	3,353,089	2,978,118	2,154,710
Pharmaceutical and medicine manufacturing.....	5,763,223	3,178,999	2,584,224	2,019,434	1,523,284
Other chemical manufacturing.....	2,380,263	1,611,397	768,866	958,684	631,426
Plastics and rubber products manufacturing.....	433,039	359,845	73,194	160,624	34,026
Nonmetallic mineral product manufacturing.....	525,643	327,257	198,386	183,441	57,025
Primary metal manufacturing.....	967,684	498,206	469,478	253,955	43,858
Fabricated metal product manufacturing.....	191,076	150,580	40,496	62,110	101,032
Machinery manufacturing.....	387,127	312,179	74,948	107,982	186,195
Computer and electronic product manufacturing.....	7,840,381	5,481,106	2,359,275	2,716,198	2,193,106
Electric equipment, appliance, and component manufacturing.....	635,389	355,128	280,261	194,913	145,106
Transportation equipment manufacturing.....	2,385,826	978,186	1,407,640	504,692	1,706,563
Motor vehicles and parts manufacturing.....	2,268,319	894,067	1,374,252	504,692	1,655,719
Other transportation equipment manufacturing.....	117,507	84,119	33,388	--	50,844
Furniture and related product manufacturing.....	13,443	13,443	--	729	--
Miscellaneous manufacturing.....	1,688,184	1,459,596	228,588	805,507	310,847
<b>Distribution and transportation of goods.....</b>	<b>12,168,493</b>	<b>5,879,920</b>	<b>6,288,573</b>	<b>3,471,956</b>	<b>4,015,285</b>
Wholesale and retail trade.....	11,717,563	5,769,547	5,948,016	3,470,407	3,905,922
Wholesale trade.....	10,324,850	5,141,985	5,182,865	2,956,860	3,137,914
Machinery, equipment, and suppliers wholesalers.....	1,756,986	405,755	1,351,231	83,064	171,037
Drugs and druggists' sundries wholesalers.....	2,786,875	1,445,340	1,341,535	590,285	980,624
Grocery and related product wholesalers.....	163,109	106,458	56,651	62,819	43,266
Petroleum and petroleum products wholesalers.....	2,325,592	1,266,194	1,059,398	1,217,146	795,747
Other wholesale trade.....	3,292,289	1,918,239	1,374,050	1,003,546	1,147,239
Retail trade .....	1,392,713	627,562	765,151	513,547	768,008
Motor vehicle dealers and parts dealers.....	--	--	--	--	661
Food and beverage stores.....	--	--	--	--	--
Clothing and clothing accessories stores.....	255,683	10,663	245,020	10,663	241,271
General merchandise stores.....	161,266	4,078	157,188	--	45,233
Other retailers.....	975,764	612,821	362,943	502,883	480,843

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 1.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued				
	Distributions out of earnings and profits			Dividends paid to controlling U.S. corporation	Total Subpart F income
	Total	Not previously taxed earnings and profits	Previously taxed earnings and profits		
	(12)	(13)	(14)	(15)	(16)
<b>Distribution and transportation of goods--continued</b>					
Transportation and warehousing.....	450,930	110,373	340,558	1,549	109,363
Transportation.....	432,628	92,104	340,524	1,549	107,843
Warehousing and storage.....	18,302	18,269	33	--	1,520
<b>Information.....</b>	<b>1,455,156</b>	<b>1,273,372</b>	<b>181,784</b>	<b>632,771</b>	<b>1,028,793</b>
Publishing industries.....	464,470	407,349	57,121	177,993	100,511
Broadcasting and telecommunications.....	674,479	615,433	59,046	213,764	852,096
Other information industries.....	316,206	250,590	65,617	241,015	76,185
<b>Finance, insurance, real estate, and rental and leasing .....</b>	<b>14,319,415</b>	<b>6,115,098</b>	<b>8,204,317</b>	<b>2,060,460</b>	<b>7,233,374</b>
Depository credit intermediation.....	1,579,005	1,111,123	467,882	687,527	161,356
Nondepository credit intermediation.....	2,062,099	1,031,141	1,030,958	375,617	923,145
Security, commodity contracts, and other financial investments and related products.....	5,630,826	2,246,886	3,383,940	520,901	3,383,411
Insurance carriers and related activities.....	2,096,563	609,716	1,486,848	163,217	885,639
Funds, trusts, and other financial activities.....	1,635,832	230,618	1,405,213	123,451	1,575,701
Real estate and rental and leasing .....	1,315,090	885,614	429,476	189,747	304,122
<b>Services.....</b>	<b>28,502,444</b>	<b>16,807,474</b>	<b>11,694,970</b>	<b>8,169,184</b>	<b>8,126,752</b>
Professional and business services.....	27,854,534	16,406,149	11,448,385	8,056,452	7,901,023
Education, health, and social assistance.....	47,651	47,651	--	--	1,494
Leisure, accommodation, and food services.....	512,333	266,148	246,185	100,806	197,820
Other services .....	87,926	87,527	400	11,926	26,415

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 1.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued						
	Receipts by foreign corporations from						
	All sources	All related parties, total	U.S. corporation filing return	Domestic corporations controlled by U.S. corporation filing return	Any foreign corporations controlled by U.S. corporation filing return	All other related parties	Unrelated parties
	(17)	(18)	(19)	(20)	(21)	(22)	(23)
<b>All industries.....</b>	<b>2,280,609,940</b>	<b>672,144,486</b>	<b>134,511,735</b>	<b>108,868,037</b>	<b>428,540,307</b>	<b>224,408</b>	<b>1,629,260,926</b>
<b>Raw materials and energy production.....</b>	<b>113,151,370</b>	<b>17,134,072</b>	<b>1,082,650</b>	<b>6,627,779</b>	<b>9,423,643</b>	--	<b>96,044,796</b>
Agriculture, forestry, and fishing .....	8,552,367	2,842,194	41,686	36,392	2,764,116	--	5,710,173
Mining.....	60,167,095	10,799,843	483,207	6,129,649	4,186,987	--	49,394,745
Oil and gas extraction.....	51,507,811	9,621,424	171,864	5,690,134	3,759,426	--	41,908,867
Metal ore mining.....	4,084,466	506,820	90,238	353,293	63,288	--	3,577,646
Other mining.....	4,574,818	671,599	221,105	86,222	364,272	--	3,908,232
Utilities.....	44,431,908	3,492,035	557,757	461,738	2,472,540	--	40,939,877
<b>Goods production.....</b>	<b>1,071,845,768</b>	<b>395,618,817</b>	<b>95,374,456</b>	<b>57,816,467</b>	<b>242,426,874</b>	<b>1,020</b>	<b>681,677,277</b>
Construction .....	10,190,352	618,914	19,250	27,263	572,400	--	9,571,438
Construction of buildings, heavy construction, and civil engineering.....	2,202,947	64,054	18,573	6	45,475	--	2,138,894
Specialty trade contractors.....	7,987,404	554,860	678	27,258	526,925	--	7,432,544
Manufacturing .....	1,061,655,417	394,999,903	95,355,206	57,789,203	241,854,474	1,020	672,105,839
Food manufacturing.....	65,505,564	8,956,317	392,365	1,213,039	7,350,913	--	56,718,660
Beverage and tobacco product manufacturing.....	57,140,462	14,337,126	45,681	375,888	13,915,557	--	42,816,805
Textile mills and textile product mills.....	997,820	259,324	29,466	41,255	188,603	--	738,496
Apparel manufacturing.....	6,188,970	3,353,276	1,009,575	1,011,820	1,331,881	--	2,835,694
Wood product manufacturing.....	883,514	417,954	350,268	7,766	59,920	--	497,702
Paper manufacturing.....	23,771,375	5,665,236	1,899,317	1,401,421	2,364,498	--	18,111,565
Petroleum and coal products manufacturing.....	94,113,877	26,613,011	2,642,741	2,856,442	21,113,828	--	67,505,741
Chemical manufacturing.....	191,446,209	77,236,977	18,243,914	10,461,638	48,530,405	1,020	115,653,673
Pharmaceutical and medicine manufacturing.....	113,293,460	55,670,610	14,980,551	8,467,306	32,222,752	--	58,161,374
Other chemical manufacturing.....	78,152,750	21,566,368	3,263,363	1,994,332	16,307,653	1,020	57,492,299
Plastics and rubber products manufacturing.....	18,597,671	7,979,006	1,959,196	190,526	5,829,284	--	10,668,704
Nonmetallic mineral product manufacturing.....	9,397,954	1,490,406	449,786	347,290	693,329	--	7,917,691
Primary metal manufacturing.....	14,220,827	3,244,213	497,323	785,707	1,961,183	--	10,978,367
Fabricated metal product manufacturing.....	12,536,508	3,162,415	1,044,018	661,334	1,457,063	--	9,376,257
Machinery manufacturing.....	21,848,507	5,554,335	1,992,238	546,414	3,015,683	--	16,350,803
Computer and electronic product manufacturing.....	187,812,174	84,932,347	30,206,138	6,273,214	48,452,995	--	104,669,289
Electric equipment, appliance, and component manufacturing.....	32,388,532	15,834,736	3,543,023	5,590,867	6,700,845	--	17,751,645
Transportation equipment manufacturing.....	273,405,485	118,669,323	29,592,065	21,982,502	67,094,756	--	155,298,924
Motor vehicles and parts manufacturing.....	265,564,320	116,514,076	29,130,259	21,365,467	66,018,350	--	149,613,007
Other transportation equipment manufacturing.....	7,841,165	2,155,248	461,806	617,035	1,076,407	--	5,685,917
Furniture and related product manufacturing.....	1,745,362	356,722	239,470	78,821	38,432	--	1,388,640
Miscellaneous manufacturing.....	49,654,606	16,937,179	1,218,621	3,963,261	11,755,297	--	32,827,185
<b>Distribution and transportation of goods.....</b>	<b>542,127,900</b>	<b>126,018,314</b>	<b>15,284,917</b>	<b>23,471,611</b>	<b>87,175,289</b>	<b>86,497</b>	<b>417,291,412</b>
Wholesale and retail trade.....	534,570,615	124,016,515	15,279,259	22,286,293	86,364,465	86,497	411,733,274
Wholesale trade.....	407,049,936	109,940,741	14,552,211	18,303,225	76,998,807	86,497	298,085,586
Machinery, equipment, and suppliers wholesalers.....	48,192,394	25,197,550	4,998,932	260,398	19,938,221	--	23,180,049
Drugs and druggists' sundries wholesalers.....	40,259,189	19,590,138	489,523	2,753,464	16,347,150	--	20,669,051
Grocery and related product wholesalers.....	6,605,363	1,866,270	268,179	578,768	1,019,323	--	4,739,092
Petroleum and petroleum products wholesalers.....	113,975,431	15,028,917	837,253	9,558,458	4,633,206	--	99,288,549
Other wholesale trade.....	198,017,559	48,257,865	7,958,324	5,152,137	35,060,907	86,497	150,208,844
Retail trade .....	127,520,679	14,075,774	727,048	3,983,069	9,365,658	--	113,647,689
Motor vehicle dealers and parts dealers.....	7,793,103	2,751,375	67,045	1,337,924	1,346,406	--	5,041,728
Food and beverage stores.....	8,925,916	18,296	17,780	--	517	--	8,907,620
Clothing and clothing accessories stores.....	5,182,400	666,113	55,491	200,771	409,851	--	4,531,001
General merchandise stores.....	45,130,576	2,912,656	163	2,358	2,910,135	--	42,217,919
Other retailers.....	57,476,349	7,727,114	586,569	2,442,016	4,698,529	--	49,937,305

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 1.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued						
	Receipts by foreign corporations from						
	All sources	All related parties, total	U.S. corporation filing return	Domestic corporations controlled by U.S. corporation filing return	Any foreign corporations controlled by U.S. corporation filing return	All other related parties	Unrelated parties
	(17)	(18)	(19)	(20)	(21)	(22)	(23)
<b>Distribution and transportation of goods--continued</b>							
Transportation and warehousing.....	7,557,285	2,001,799	5,658	1,185,318	810,824	--	5,558,138
Transportation.....	6,521,688	1,471,159	2,060	1,166,722	302,377	--	5,053,065
Warehousing and storage.....	1,035,597	530,640	3,598	18,596	508,447	--	505,073
<b>Information.....</b>	<b>54,766,307</b>	<b>7,731,322</b>	<b>502,073</b>	<b>2,990,171</b>	<b>4,231,677</b>	<b>7,401</b>	<b>47,601,579</b>
Publishing industries.....	10,914,766	638,523	363,099	103,919	171,505	--	10,283,863
Broadcasting and telecommunications.....	32,214,178	6,336,979	65,397	2,554,248	3,709,934	7,401	26,436,172
Other information industries.....	11,637,363	755,819	73,577	332,004	350,238	--	10,881,544
<b>Finance, insurance, real estate, and rental and leasing .....</b>	<b>254,388,811</b>	<b>58,833,222</b>	<b>10,479,963</b>	<b>13,369,042</b>	<b>34,984,216</b>	<b>--</b>	<b>197,015,072</b>
Depository credit intermediation.....	18,765,503	2,178,459	2,778	1,451,161	724,520	--	16,587,044
Nondepository credit intermediation.....	31,338,719	5,721,513	255,148	482,001	4,984,364	--	25,702,267
Security, commodity contracts, and other financial investments and related products.....	82,767,345	24,660,848	4,272,709	8,825,694	11,562,445	--	58,787,162
Insurance carriers and related activities.....	65,435,662	2,618,188	250,180	925,063	1,442,946	--	62,878,583
Funds, trusts, and other financial activities.....	41,315,773	21,159,246	5,622,832	1,255,877	14,280,536	--	20,620,768
Real estate and rental and leasing .....	14,765,809	2,494,968	76,316	429,247	1,989,405	--	12,439,247
<b>Services.....</b>	<b>244,329,784</b>	<b>66,808,740</b>	<b>11,787,676</b>	<b>4,592,967</b>	<b>50,298,608</b>	<b>129,489</b>	<b>189,630,791</b>
Professional and business services.....	222,553,791	63,722,224	11,779,775	4,290,798	47,522,161	129,489	170,729,364
Education, health, and social assistance.....	999,814	158,258	28	15,397	142,833	--	842,827
Leisure, accommodation, and food services.....	16,048,100	1,061,340	7,782	116,345	937,213	--	15,197,396
Other services .....	4,728,080	1,866,919	91	170,427	1,696,401	--	2,861,204

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 1.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued						
	Payments by foreign corporations to						
	All recipients	All related parties, total	U.S. corporation filing return	Domestic corporations controlled by U.S. corporation filing return	Any foreign corporations controlled by U.S. corporation filing return	All other related parties	Unrelated parties
	(24)	(25)	(26)	(27)	(28)	(29)	(30)
<b>All industries.....</b>	<b>2,198,534,646</b>	<b>657,141,184</b>	<b>146,668,914</b>	<b>117,014,977</b>	<b>392,364,469</b>	<b>1,092,825</b>	<b>1,553,932,369</b>
<b>Raw materials and energy production.....</b>	<b>105,176,698</b>	<b>15,247,058</b>	<b>3,285,125</b>	<b>3,054,775</b>	<b>8,904,032</b>	<b>3,126</b>	<b>90,013,805</b>
Agriculture, forestry, and fishing .....	8,600,462	1,341,185	108,233	108,877	1,124,075	--	7,259,276
Mining.....	50,174,191	9,393,212	2,534,827	2,578,948	4,279,437	--	40,845,761
Oil and gas extraction.....	41,917,161	8,421,564	2,244,659	2,183,593	3,993,313	--	33,560,098
Metal ore mining.....	3,946,209	317,523	76,075	111,659	129,789	--	3,628,686
Other mining.....	4,310,821	654,124	214,093	283,696	156,335	--	3,656,977
Utilities.....	46,402,044	4,512,660	642,065	366,950	3,500,519	3,126	41,908,767
<b>Goods production.....</b>	<b>1,026,086,490</b>	<b>310,561,710</b>	<b>75,714,374</b>	<b>52,232,284</b>	<b>181,708,884</b>	<b>906,168</b>	<b>718,945,659</b>
Construction .....	9,628,554	943,040	62,663	132,227	748,150	--	8,688,047
Construction of buildings, heavy construction, and civil engineering.....	2,068,891	56,186	6,615	3,714	45,857	--	2,012,705
Specialty trade contractors.....	7,559,663	886,854	56,048	128,512	702,293	--	6,675,342
Manufacturing .....	1,016,457,936	309,618,670	75,651,711	52,100,058	180,960,733	906,168	710,257,612
Food manufacturing.....	63,784,697	9,854,917	957,023	2,003,903	6,893,991	--	53,997,908
Beverage and tobacco product manufacturing.....	51,898,589	12,043,804	862,035	3,731,275	7,450,494	--	39,856,052
Textile mills and textile product mills.....	932,590	119,826	60,572	17,545	41,709	--	812,764
Apparel manufacturing.....	5,937,022	1,879,617	679,694	480,064	719,859	--	4,057,405
Wood product manufacturing.....	970,687	90,827	23,838	9,472	57,517	--	879,860
Paper manufacturing.....	23,031,460	2,421,613	608,707	413,869	1,399,037	--	20,616,291
Petroleum and coal products manufacturing.....	94,891,590	27,546,098	763,432	9,071,518	16,847,109	864,039	67,345,492
Chemical manufacturing.....	159,843,673	59,459,083	15,877,185	11,326,796	32,255,103	--	101,786,748
Pharmaceutical and medicine manufacturing.....	83,868,813	38,618,304	11,490,810	7,014,098	20,113,396	--	46,391,985
Other chemical manufacturing.....	75,974,860	20,840,779	4,386,375	4,312,698	12,141,706	--	55,394,763
Plastics and rubber products manufacturing.....	17,875,765	4,907,050	975,407	244,568	3,687,075	--	12,989,048
Nonmetallic mineral product manufacturing.....	8,675,125	1,949,636	435,615	769,228	702,697	42,097	6,725,489
Primary metal manufacturing.....	13,813,966	2,963,793	28,128	792,940	2,142,725	--	10,850,178
Fabricated metal product manufacturing.....	12,150,677	2,450,061	955,626	491,048	1,003,387	--	9,716,486
Machinery manufacturing.....	21,331,252	4,334,617	1,498,071	858,007	1,978,540	--	17,012,880
Computer and electronic product manufacturing.....	189,823,690	81,817,782	34,373,562	6,936,130	40,508,057	32	108,480,328
Electric equipment, appliance, and component manufacturing.....	31,187,963	9,493,465	2,278,363	1,407,115	5,807,988	--	22,828,813
Transportation equipment manufacturing.....	272,086,717	73,290,106	12,479,271	10,362,984	50,447,850	--	198,890,424
Motor vehicles and parts manufacturing.....	264,901,403	71,666,645	12,283,093	9,650,483	49,733,069	--	193,303,653
Other transportation equipment manufacturing.....	7,185,314	1,623,461	196,178	712,501	714,781	--	5,586,770
Furniture and related product manufacturing.....	1,681,384	164,057	119,646	9,669	34,742	--	1,517,327
Miscellaneous manufacturing.....	46,541,090	14,832,317	2,675,537	3,173,926	8,982,854	--	31,894,121
<b>Distribution and transportation of goods.....</b>	<b>528,537,627</b>	<b>168,313,605</b>	<b>33,907,475</b>	<b>25,597,653</b>	<b>108,648,083</b>	<b>160,395</b>	<b>360,981,107</b>
Wholesale and retail trade.....	520,587,004	165,994,370	33,862,933	24,153,221	107,817,821	160,395	355,335,070
Wholesale trade.....	400,124,707	148,350,834	30,088,342	19,952,284	98,149,813	160,395	252,454,433
Machinery, equipment, and suppliers wholesalers.....	48,899,088	35,725,294	7,928,527	2,242,086	25,554,681	--	13,385,511
Drugs and druggists' sundries wholesalers.....	38,440,753	16,697,469	2,337,989	1,704,630	12,654,850	--	21,770,884
Grocery and related product wholesalers.....	6,289,449	2,575,701	116,272	27,724	2,431,705	--	3,713,748
Petroleum and petroleum products wholesalers.....	112,536,154	13,388,378	171,420	7,266,866	5,950,092	--	99,282,444
Other wholesale trade.....	193,959,262	79,963,991	19,534,135	8,710,977	51,558,484	160,395	114,301,846
Retail trade .....	120,462,298	17,643,536	3,774,591	4,200,937	9,668,008	--	102,880,637
Motor vehicle dealers and parts dealers.....	7,925,845	5,605,196	116,061	920,157	4,568,979	--	2,320,649
Food and beverage stores.....	8,679,017	228,969	158,784	41,077	29,108	--	8,450,048
Clothing and clothing accessories stores.....	5,032,709	1,153,134	140,512	246,440	766,182	--	3,879,575
General merchandise stores.....	43,582,871	1,961,035	595,234	405,495	960,306	--	41,621,836
Other retailers.....	52,542,331	8,587,232	2,764,000	2,543,530	3,279,702	--	44,016,975

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 1.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued						
	Payments by foreign corporations to						
	All recipients	All related parties, total	U.S. corporation filing return	Domestic corporations controlled by U.S. corporation filing return	Any foreign corporations controlled by U.S. corporation filing return	All other related parties	Unrelated parties
	(24)	(25)	(26)	(27)	(28)	(29)	(30)
<b>Distribution and transportation of goods--continued</b>							
Transportation and warehousing.....	7,950,622	2,319,235	44,542	1,444,432	830,262	--	5,646,037
Transportation.....	6,897,176	1,816,334	33,573	1,397,442	385,319	--	5,095,491
Warehousing and storage.....	1,053,447	502,901	10,968	46,990	444,943	--	550,546
<b>Information.....</b>	<b>59,095,159</b>	<b>9,417,221</b>	<b>2,401,162</b>	<b>2,856,872</b>	<b>4,159,187</b>	<b>--</b>	<b>49,679,561</b>
Publishing industries.....	8,901,573	2,240,549	1,096,667	560,136	583,746	--	6,662,647
Broadcasting and telecommunications.....	39,075,072	3,900,025	290,600	778,234	2,831,190	--	35,175,048
Other information industries.....	11,118,513	3,276,647	1,013,895	1,518,501	744,251	--	7,841,866
<b>Finance, insurance, real estate, and rental and leasing</b>	<b>230,923,473</b>	<b>58,394,867</b>	<b>8,740,325</b>	<b>15,590,404</b>	<b>34,042,638</b>	<b>21,500</b>	<b>173,511,078</b>
Depository credit intermediation.....	16,497,225	4,142,529	28,269	2,455,939	1,658,321	--	12,386,669
Nondepository credit intermediation.....	25,822,870	8,962,510	771,228	2,442,127	5,749,155	--	17,349,589
Security, commodity contracts, and other financial investments and related products.....	76,891,988	23,605,854	3,808,090	6,786,824	13,005,933	5,007	53,350,526
Insurance carriers and related activities.....	64,058,899	4,092,779	80,844	1,598,575	2,397,870	15,491	59,966,930
Funds, trusts, and other financial activities.....	32,210,152	14,165,064	3,780,952	1,550,383	8,833,729	--	18,194,490
Real estate and rental and leasing .....	15,442,339	3,426,131	270,942	756,556	2,397,631	1,002	12,262,875
<b>Services.....</b>	<b>248,715,199</b>	<b>95,206,725</b>	<b>22,620,453</b>	<b>17,682,990</b>	<b>54,901,645</b>	<b>1,636</b>	<b>160,801,159</b>
Professional and business services.....	228,120,921	92,525,311	21,670,046	16,945,307	53,909,638	320	142,887,950
Education, health, and social assistance.....	1,191,075	143,935	11,705	11,548	120,682	--	1,047,140
Leisure, accommodation, and food services.....	15,038,442	1,930,499	804,054	486,692	638,436	1,317	13,107,943
Other services .....	4,364,761	606,980	134,649	239,443	232,888	--	3,758,125

<sup>1</sup> Number of returns is not additive because some U.S. corporations had Controlled Foreign Corporations in more than one industrial sector. The industrial activity of the parent corporations filing the returns often differs from that of the Controlled Foreign Corporations.

NOTE: Detail may not add to totals because of rounding and because data are shown for selected sectors only.

# Controlled Foreign Corporations, 2002

**Table 2.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation of Controlled Foreign Corporation**

[Money amounts are in thousands of dollars]

Selected country of incorporation of the 7,500 largest Controlled Foreign Corporations	Number of U.S. corporation returns	7,500 largest Controlled Foreign Corporations			
		Number of foreign corporations	Total assets		Total receipts
			Beginning of year	End of year	
	(1)	(2)	(3)	(4)	(5)
<b>All geographic areas.....</b>	<b>1,079</b>	<b>7,500</b>	<b>4,949,650,029</b>	<b>5,834,059,131</b>	<b>2,280,609,940</b>
<b>Canada.....</b>	<b>377</b>	<b>748</b>	<b>457,713,355</b>	<b>523,801,019</b>	<b>274,040,598</b>
<b>Latin America, total.....</b>	<b>335</b>	<b>1,183</b>	<b>625,239,201</b>	<b>624,232,769</b>	<b>235,452,814</b>
Mexico.....	139	293	175,364,530	184,437,288	102,334,686
Central America, total.....	28	51	9,830,669	11,201,912	4,868,012
Costa Rica.....	5	6	967,135	1,073,316	779,984
Guatemala.....	4	6	1,342,673	1,350,599	740,322
Panama (including Canal Zone).....	19	31	6,093,922	6,902,254	2,873,534
Other Central American countries.....	5	8	1,426,939	1,875,743	474,172
Caribbean countries, total.....	159	359	260,455,144	299,214,709	45,424,007
Barbados.....	22	29	8,189,898	8,013,169	1,174,852
Cayman Islands (British).....	140	320	248,613,818	287,386,881	42,394,370
Trinidad and Tobago.....	3	4	1,097,296	1,226,245	273,788
Other Caribbean countries.....	4	6	2,554,133	2,588,413	1,580,998
<b>South America, total.....</b>	<b>160</b>	<b>480</b>	<b>179,588,858</b>	<b>129,378,861</b>	<b>82,826,109</b>
Argentina.....	71	116	27,707,003	12,560,451	11,939,159
Brazil.....	103	199	102,060,512	71,337,404	52,842,902
Chile.....	38	64	20,480,608	20,189,290	5,293,037
Colombia.....	15	20	6,080,287	5,329,969	3,306,534
Peru.....	13	17	3,386,329	3,868,424	1,105,455
Venezuela.....	28	41	16,635,494	13,635,597	6,968,791
Other South American countries.....	16	23	3,238,624	2,457,726	1,370,230
<b>Other Western Hemisphere, total.....</b>	<b>169</b>	<b>353</b>	<b>292,336,369</b>	<b>428,642,230</b>	<b>132,940,376</b>
Bahamas.....	26	59	40,396,728	43,003,236	18,205,138
Bermuda.....	117	214	175,616,121	314,226,558	89,153,936
Netherland Antilles.....	18	28	25,822,984	23,128,671	13,016,054
Other British West Indies.....	32	48	47,829,132	45,682,259	10,129,730
<b>Europe, total.....</b>	<b>743</b>	<b>3,939</b>	<b>2,980,752,402</b>	<b>3,613,022,977</b>	<b>1,271,321,242</b>
European Union, total.....	721	3,590	2,735,170,037	3,323,564,463	1,130,009,739
Austria.....	23	31	13,071,250	12,429,738	9,708,669
Belgium.....	78	124	61,753,825	66,031,291	28,915,544
Denmark.....	36	51	12,006,888	12,332,928	4,540,009
Finland.....	10	13	2,212,592	3,025,985	2,199,644
France (including Andorra and Corsica).....	183	370	146,758,335	158,620,830	92,603,968
Germany.....	203	438	236,530,650	246,875,096	137,681,656
Greece.....	8	9	690,266	1,479,039	929,192
Ireland.....	115	197	136,744,517	161,875,794	52,801,938
Italy (including San Marino).....	123	201	51,428,919	56,855,423	44,050,054
Luxembourg.....	83	118	163,133,608	236,826,464	74,762,046
Netherlands.....	292	559	417,757,399	523,038,005	249,977,190
Portugal.....	21	29	11,126,452	21,776,230	7,314,383
Spain.....	115	175	61,612,031	89,921,565	63,088,803
Sweden.....	51	86	47,835,707	55,840,480	26,836,303
United Kingdom.....	425	1,189	1,372,507,597	1,676,635,595	334,600,338
Other West European countries, total.....	141	243	214,377,889	252,819,073	123,048,030
Norway.....	23	35	7,287,079	11,180,217	5,942,151
Switzerland.....	117	185	203,067,913	237,022,700	112,938,687
Turkey.....	15	17	2,830,149	3,007,567	3,961,668
Other West European countries.....	5	6	1,192,748	1,608,590	205,523

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 2.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation of the 7,500 largest Controlled Foreign Corporations	Number of U.S. corporation returns	7,500 largest Controlled Foreign Corporations			
		Number of foreign corporations	Total assets		Total receipts
			Beginning of year	End of year	
	(1)	(2)	(3)	(4)	(5)
<b>Europe, total--Continued</b>					
East European countries, total .....	51	106	31,204,476	36,639,441	18,263,474
Czech Republic.....	18	22	6,848,215	9,019,812	2,879,657
Hungary.....	24	29	6,743,751	8,156,541	5,726,935
Poland.....	22	28	13,492,770	14,045,639	5,595,530
Russia.....	7	11	1,475,863	1,904,660	2,621,074
Slovakia.....	4	6	1,082,962	1,335,418	320,137
Ukraine.....	3	3	256,318	349,145	396,947
Other East European countries and former Soviet Union.....	3	7	1,304,599	1,828,224	723,195
<b>Africa, total.....</b>	<b>34</b>	<b>72</b>	<b>15,714,616</b>	<b>18,148,235</b>	<b>13,562,950</b>
North Africa, total.....	4	8	1,171,926	1,048,741	1,302,899
East Africa, total.....	10	15	2,407,077	2,537,418	2,028,144
Mauritius.....	6	8	1,676,037	1,673,523	1,220,934
Other East African countries.....	5	7	731,040	863,895	807,210
West and Central Africa, total.....	13	23	8,305,539	9,091,548	3,443,215
Liberia.....	8	12	6,224,956	5,656,489	2,090,867
Nigeria.....	4	8	1,765,471	2,984,796	896,575
Other West and Central African countries.....	3	3	315,112	450,262	455,772
Southern Africa, total.....	18	26	3,830,074	5,470,527	6,788,692
South Africa (including Namibia).....	15	21	3,225,841	4,611,149	5,105,589
Other Southern Africa countries.....	4	5	604,233	859,379	1,683,103
<b>Asia, total.....</b>	<b>257</b>	<b>827</b>	<b>437,212,613</b>	<b>450,111,208</b>	<b>290,597,614</b>
Middle East, total.....	28	38	11,097,315	11,301,326	5,356,508
Cyprus.....	4	4	491,105	436,954	131,407
Israel (and the West Bank).....	20	29	9,954,027	10,504,884	5,026,077
Other Middle East countries .....	4	5	652,183	359,488	199,024
Southern and Southeastern Asia, total.....	120	278	100,761,035	110,856,733	79,511,144
India.....	23	34	5,373,727	5,976,043	3,405,590
Indonesia.....	9	13	6,265,813	6,919,157	2,967,807
Malaysia.....	27	39	17,575,776	17,939,640	13,572,618
Philippines .....	19	36	12,761,702	13,167,166	7,031,791
Singapore.....	76	112	49,447,808	56,327,591	41,921,943
Thailand.....	30	40	8,813,285	9,956,620	10,087,918
Other Southern and Southeastern Asian countries.....	4	4	522,924	570,517	523,478
Eastern Asia, total.....	196	511	325,354,263	327,953,149	205,729,962
China.....	43	71	15,986,950	17,038,327	21,613,538
Hong Kong.....	65	107	60,460,480	58,772,725	28,928,071
Japan (including Okinawa and Ryukyu Islands).....	123	225	206,989,938	203,953,894	117,083,517
South Korea, Republic of.....	55	66	19,328,556	22,244,751	23,943,225
Taiwan.....	32	42	22,588,338	25,943,451	14,161,610
<b>Oceania, total.....</b>	<b>126</b>	<b>336</b>	<b>120,390,454</b>	<b>155,299,030</b>	<b>51,605,992</b>
Australia.....	121	286	99,841,199	126,511,080	45,501,525
New Zealand.....	21	42	18,841,739	27,127,309	5,825,524
Other countries of Oceania.....	4	8	1,707,517	1,660,641	278,943
<b>Puerto Rico and U.S. Possessions, total .....</b>	<b>29</b>	<b>42</b>	<b>20,291,019</b>	<b>20,801,663</b>	<b>11,088,354</b>
Puerto Rico.....	25	37	18,775,105	19,143,961	10,846,188
U.S. Possessions, total.....	5	5	1,515,914	1,657,701	242,166
<b>OPEC countries, total (some countries included above)</b>	<b>36</b>	<b>64</b>	<b>24,834,566</b>	<b>23,718,713</b>	<b>10,999,704</b>

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 2.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation of the 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued					
	Current earnings and profits (less deficit) before income taxes	Income taxes	Current earnings and profits (less deficit) after income taxes	Foreign corporations with current earnings and profits (+) before income taxes		
				Current earnings and profits before income taxes	Income taxes	Current earnings and profits after income taxes
	(6)	(7)	(8)	(9)	(10)	(11)
<b>All geographic areas.....</b>	<b>200,670,364</b>	<b>38,610,284</b>	<b>162,060,079</b>	<b>251,715,617</b>	<b>37,261,414</b>	<b>214,454,204</b>
Canada.....	18,204,275	5,059,632	13,144,643	22,108,050	5,031,041	17,077,009
<b>Latin America, total.....</b>	<b>14,975,557</b>	<b>4,984,271</b>	<b>9,991,286</b>	<b>25,587,623</b>	<b>4,649,782</b>	<b>20,937,840</b>
Mexico.....	7,439,151	1,883,829	5,555,322	8,579,557	1,864,920	6,714,637
Central America, total.....	464,071	101,074	362,997	575,821	92,019	483,802
Costa Rica.....	149,134	4,435	144,698	149,134	4,435	144,698
Guatemala.....	2,350	8,502	-6,152	4,263	1,435	2,828
Panama (including Canal Zone).....	268,753	77,419	191,333	378,218	75,431	302,787
Other Central American countries.....	43,834	10,717	33,117	44,206	10,717	33,489
Caribbean countries, total.....	6,152,696	1,585,965	4,566,731	8,890,500	1,502,778	7,387,722
Barbados.....	322,537	7,470	315,067	330,436	7,148	323,288
Cayman Islands (British).....	5,316,569	1,493,060	3,823,509	8,046,474	1,410,195	6,636,279
Trinidad and Tobago.....	67,772	21,435	46,337	67,772	21,435	46,337
Other Caribbean countries.....	445,818	64,000	381,818	445,818	64,000	381,818
South America, total.....	919,639	1,413,404	-493,765	7,541,745	1,190,066	6,351,679
Argentina.....	-1,500,517	175,547	-1,676,064	573,450	161,057	412,392
Brazil.....	1,505,562	953,402	552,161	4,869,559	766,850	4,102,709
Chile.....	169,278	48,677	120,601	490,274	48,001	442,273
Colombia.....	99,875	40,123	59,752	168,428	38,185	130,243
Peru.....	-267,286	13,047	-280,334	89,316	12,827	76,489
Venezuela.....	749,223	154,938	594,284	1,138,635	135,803	1,002,832
Other South American countries.....	163,504	27,669	135,835	212,083	27,343	184,741
<b>Other Western Hemisphere, total.....</b>	<b>16,053,168</b>	<b>1,796,688</b>	<b>14,256,481</b>	<b>18,507,682</b>	<b>1,680,117</b>	<b>16,827,565</b>
Bahamas.....	1,305,125	281,243	1,023,882	2,183,975	261,141	1,922,834
Bermuda.....	12,442,968	1,351,193	11,091,775	13,318,268	1,279,794	12,038,473
Netherland Antilles.....	1,163,695	48,821	1,114,874	1,243,550	34,233	1,209,317
Other British West Indies.....	1,292,547	115,431	1,177,117	1,725,725	104,949	1,620,775
<b>Europe, total.....</b>	<b>115,566,040</b>	<b>19,731,978</b>	<b>95,834,062</b>	<b>144,592,702</b>	<b>19,033,856</b>	<b>125,558,846</b>
European Union, total.....	98,573,292	17,989,102	80,584,191	126,347,928	17,309,718	109,038,210
Austria.....	887,514	170,107	717,407	981,825	169,711	812,113
Belgium.....	2,841,838	408,423	2,433,414	3,358,646	305,995	3,052,651
Denmark.....	9,494	62,242	-52,747	276,690	60,501	216,189
Finland.....	163,840	46,948	116,892	172,336	46,948	125,388
France (including Andorra and Corsica).....	5,720,686	1,320,288	4,400,398	7,474,614	1,304,471	6,170,143
Germany.....	6,427,139	1,802,957	4,624,183	9,200,225	1,724,991	7,475,234
Greece.....	93,968	39,086	54,882	97,130	39,086	58,044
Ireland.....	14,681,537	791,968	13,889,569	15,476,381	743,842	14,732,540
Italy (including San Marino).....	3,891,996	1,181,592	2,710,404	4,493,494	1,154,362	3,339,131
Luxembourg.....	5,084,975	377,167	4,707,808	5,590,304	375,522	5,214,783
Netherlands.....	32,587,033	5,196,951	27,390,082	35,875,543	5,100,726	30,774,818
Portugal.....	895,083	148,501	746,582	954,449	136,998	817,451
Spain.....	3,619,873	1,388,715	2,231,157	4,392,328	1,391,406	3,000,922
Sweden.....	994,089	249,963	744,126	2,156,854	246,596	1,910,258
United Kingdom.....	20,674,228	4,804,193	15,870,035	35,847,110	4,508,563	31,338,547
Other West European countries, total.....	15,144,918	1,352,766	13,792,152	16,275,208	1,336,565	14,938,643
Norway.....	552,623	273,855	278,768	654,218	271,797	382,420
Switzerland.....	14,455,517	1,017,479	13,438,039	15,347,699	1,004,017	14,343,682
Turkey.....	115,939	60,968	54,971	251,957	60,650	191,307
Other West European countries.....	20,839	465	20,374	21,334	100	21,233

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 2.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation of the 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued					
	Current earnings and profits (less deficit) before income taxes	Income taxes	Current earnings and profits (less deficit) after income taxes	Foreign corporations with current earnings and profits (+) before income taxes		
				Current earnings and profits before income taxes	Income taxes	Current earnings and profits after income taxes
	(6)	(7)	(8)	(9)	(10)	(11)
<b>Europe, total--Continued</b>						
East European countries, total .....	1,847,830	390,110	1,457,719	1,969,567	387,573	1,581,993
Czech Republic.....	411,098	112,789	298,309	457,798	112,789	345,009
Hungary.....	498,648	43,323	455,325	506,941	41,982	464,959
Poland.....	443,133	148,553	294,580	475,156	147,357	327,799
Russia.....	363,223	44,950	318,273	377,507	44,950	332,557
Slovakia.....	47,501	12,605	34,896	52,485	12,605	39,879
Ukraine.....	44,032	15,448	28,584	44,032	15,448	28,584
Other East European countries and former Soviet Union.....	40,195	12,443	27,752	55,648	12,443	43,205
<b>Africa, total.....</b>	<b>1,343,428</b>	<b>264,292</b>	<b>1,079,136</b>	<b>1,561,687</b>	<b>255,590</b>	<b>1,306,097</b>
North Africa, total.....	-3,818	9,140	-12,958	49,577	9,140	40,437
East Africa, total.....	187,082	16,021	171,061	187,082	16,021	171,061
Mauritius.....	130,765	8,033	122,732	130,765	8,033	122,732
Other East African countries.....	56,316	7,988	48,329	56,316	7,988	48,329
West and Central Africa, total.....	566,073	70,783	495,290	671,644	68,750	602,894
Liberia.....	427,370	27,253	400,117	466,385	26,722	439,663
Nigeria.....	121,916	41,977	79,938	185,855	41,977	143,877
Other West and Central African countries.....	16,787	1,552	15,234	19,404	51	19,353
Southern Africa, total.....	594,092	168,349	425,743	653,384	161,679	491,705
South Africa (including Namibia).....	424,707	109,292	315,415	431,650	109,289	322,361
Other Southern Africa countries.....	169,385	59,057	110,328	221,734	52,390	169,344
<b>Asia, total.....</b>	<b>27,565,108</b>	<b>5,563,592</b>	<b>22,001,516</b>	<b>30,993,812</b>	<b>5,401,908</b>	<b>25,591,904</b>
Middle East, total.....	682,359	77,006	605,353	1,073,452	74,970	998,482
Cyprus.....	37,193	4,087	33,106	91,227	4,087	87,140
Israel (and the West Bank).....	608,986	72,916	536,071	944,793	70,883	873,910
Other Middle East countries .....	36,179	3	36,176	37,432	--	37,432
Southern and Southeastern Asia, total.....	5,999,182	946,637	5,052,545	6,924,385	915,042	6,009,343
India.....	167,901	96,118	71,783	377,681	91,633	286,049
Indonesia.....	803,691	288,531	515,160	813,171	288,531	524,640
Malaysia.....	1,230,857	80,421	1,150,436	1,271,481	71,621	1,199,860
Philippines .....	898,411	111,396	787,015	934,625	109,977	824,648
Singapore.....	2,352,902	260,785	2,092,117	2,851,607	244,610	2,606,996
Thailand.....	495,533	109,001	386,532	625,909	108,289	517,619
Other Southern and Southeastern Asian countries.....	49,887	385	49,502	49,911	381	49,531
Eastern Asia, total.....	20,883,567	4,539,949	16,343,618	22,995,975	4,411,897	18,584,078
China.....	2,133,080	188,070	1,945,011	2,198,397	186,587	2,011,810
Hong Kong.....	3,470,610	434,578	3,036,032	3,960,413	431,951	3,528,462
Japan (including Okinawa and Ryukyu Islands).....	12,143,026	3,148,301	8,994,725	13,522,315	3,028,362	10,493,953
South Korea, Republic of.....	2,004,694	581,755	1,422,939	2,063,245	580,986	1,482,258
Taiwan.....	1,132,156	187,246	944,911	1,251,605	184,010	1,067,596
<b>Oceania, total.....</b>	<b>4,714,865</b>	<b>1,055,156</b>	<b>3,659,709</b>	<b>6,080,515</b>	<b>1,052,598</b>	<b>5,027,917</b>
Australia.....	4,069,092	950,709	3,118,383	5,220,798	945,822	4,274,976
New Zealand.....	612,218	94,280	517,938	800,477	98,737	701,740
Other countries of Oceania.....	33,555	10,167	23,388	59,240	8,038	51,202
<b>Puerto Rico and U.S. Possessions, total .....</b>	<b>2,247,922</b>	<b>154,675</b>	<b>2,093,247</b>	<b>2,283,548</b>	<b>156,522</b>	<b>2,127,025</b>
Puerto Rico.....	2,251,312	153,289	2,098,023	2,260,572	153,263	2,107,309
U.S. Possessions, total.....	-3,389	1,387	-4,776	22,976	3,259	19,717
<b>OPEC countries, total (some countries included above)</b>	<b>1,710,127</b>	<b>485,447</b>	<b>1,224,680</b>	<b>2,172,957</b>	<b>466,311</b>	<b>1,706,647</b>

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 2.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation of the 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued				
	Distributions out of earnings and profits			Dividends paid to controlling U.S. corporation	Total Subpart F income
	Total	Not previously taxed earnings and profits	Previously taxed earnings and profits		
	(12)	(13)	(14)	(15)	(16)
<b>All geographic areas.....</b>	<b>97,011,345</b>	<b>58,556,699</b>	<b>38,454,646</b>	<b>27,045,099</b>	<b>31,420,940</b>
<b>Canada.....</b>	<b>8,144,729</b>	<b>5,272,242</b>	<b>2,872,487</b>	<b>3,941,111</b>	<b>2,122,812</b>
<b>Latin America, total.....</b>	<b>9,273,252</b>	<b>5,484,065</b>	<b>3,789,187</b>	<b>2,737,908</b>	<b>2,923,125</b>
Mexico.....	1,688,222	1,319,656	368,566	583,238	539,006
Central America, total.....	372,012	95,975	276,037	3,527	87,752
Costa Rica .....	4,291	6	4,284	6	8,725
Guatemala .....	4,956	3,504	1,452	3,521	1,289
Panama (including Canal Zone) .....	336,920	70,031	266,890	--	75,896
Other Central American countries.....	25,846	22,434	3,411	--	1,842
Caribbean countries, total.....	3,205,100	1,315,119	1,889,981	610,910	1,802,628
Barbados.....	203,910	77,504	126,406	77,503	100,815
Cayman Islands (British).....	2,752,978	1,005,625	1,747,353	308,760	1,692,970
Trinidad and Tobago.....	36,917	27,655	9,262	20,312	789
Other Caribbean countries.....	211,295	204,334	6,961	204,334	8,054
South America, total.....	4,007,918	2,753,316	1,254,602	1,540,233	493,738
Argentina.....	35,830	34,833	997	25,753	21,833
Brazil.....	2,520,784	1,793,725	727,059	1,273,325	358,579
Chile.....	631,067	228,020	403,047	144,915	80,468
Colombia.....	77,699	23,707	53,992	13,061	7,620
Peru.....	50,364	45,829	4,535	--	1,497
Venezuela.....	634,344	582,347	51,997	75,362	15,032
Other South American countries.....	57,831	44,855	12,976	7,818	8,709
<b>Other Western Hemisphere, total.....</b>	<b>7,358,223</b>	<b>2,304,973</b>	<b>5,053,250</b>	<b>1,347,556</b>	<b>4,093,324</b>
Bahamas.....	1,223,024	701,691	521,332	521,025	130,441
Bermuda .....	5,250,898	1,503,622	3,747,276	744,163	3,293,727
Netherland Antilles.....	384,477	72,149	312,328	69,363	118,115
Other British West Indies.....	474,324	27,511	446,813	13,006	540,376
<b>Europe, total.....</b>	<b>54,708,798</b>	<b>31,630,928</b>	<b>23,077,870</b>	<b>11,486,543</b>	<b>18,188,552</b>
European Union, total .....	48,395,918	29,310,880	19,085,038	10,048,887	15,778,476
Austria.....	854,683	390,793	463,891	352,920	575,105
Belgium.....	719,762	432,497	287,264	222,619	1,717,959
Denmark.....	245,098	192,471	52,627	17,475	55,905
Finland.....	11,160	7,659	3,501	--	8,756
France (including Andorra and Corsica).....	2,865,644	2,459,089	406,555	734,608	633,858
Germany.....	3,662,523	2,115,158	1,547,365	660,630	615,815
Greece.....	23,562	20,603	2,959	13,058	15,881
Ireland.....	4,932,475	2,480,542	2,451,933	659,405	1,842,006
Italy (including San Marino).....	1,866,238	1,718,520	147,718	329,740	538,723
Luxembourg .....	3,940,717	1,327,627	2,613,090	1,293,224	1,172,756
Netherlands.....	10,433,285	5,198,891	5,234,394	1,404,933	3,098,938
Portugal.....	97,903	42,174	55,729	--	434,333
Spain.....	2,097,871	1,178,796	919,075	765,841	583,313
Sweden.....	1,032,679	213,607	819,071	109,970	729,914
United Kingdom.....	15,612,317	11,532,452	4,079,865	3,484,464	3,755,212
Other West European countries, total.....	5,798,028	1,905,174	3,892,854	1,306,196	2,215,787
Norway.....	152,095	144,673	7,422	113,534	43,073
Switzerland.....	5,562,265	1,708,495	3,853,771	1,184,452	2,135,910
Turkey.....	74,860	52,007	22,853	8,210	28,508
Other West European countries.....	8,808	--	8,808	--	8,295

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 2.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation of the 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued				
	Distributions out of earnings and profits			Dividends paid to controlling U.S. corporation	Total Subpart F income
	Total	Not previously taxed earnings and profits	Previously taxed earnings and profits		
	(12)	(13)	(14)	(15)	(16)
<b>Europe, total--Continued</b>					
East European countries, total .....	514,852	414,874	99,978	131,460	194,289
Czech Republic.....	106,253	102,132	4,121	1,321	102,156
Hungary.....	154,880	103,891	50,989	72,645	86,210
Poland.....	87,931	43,064	44,868	41,285	5,669
Russia.....	117,631	117,631	--	--	253
Slovakia.....	13,626	13,626	--	14,744	--
Ukraine.....	19,313	19,313	--	1,465	--
Other East European countries and former Soviet Union.....	15,219	15,219	--	--	--
<b>Africa, total.....</b>	<b>426,415</b>	<b>279,966</b>	<b>146,449</b>	<b>228,232</b>	<b>182,944</b>
North Africa, total.....	21,451	21,451	--	4	--
East Africa, total.....	64,883	63,052	1,832	61,109	9,043
Mauritius.....	10,000	10,000	--	10,000	7,938
Other East African countries.....	54,883	53,052	1,832	51,109	1,105
West and Central Africa, total.....	197,556	125,588	71,968	113,411	152,684
Liberia.....	92,673	22,673	70,000	22,673	136,888
Nigeria.....	104,884	102,916	1,968	90,738	--
Other West and Central African countries.....	--	--	--	--	15,796
Southern Africa, total.....	142,524	69,875	72,649	53,709	21,217
South Africa (including Namibia).....	136,163	63,514	72,649	53,709	19,053
Other Southern Africa countries.....	6,361	6,361	--	--	2,165
<b>Asia, total.....</b>	<b>14,562,125</b>	<b>11,592,943</b>	<b>2,969,183</b>	<b>6,537,441</b>	<b>3,169,976</b>
Middle East, total.....	239,313	162,556	76,757	15,778	59,963
Cyprus.....	93,454	48,289	45,165	2,185	31,835
Israel (and the West Bank).....	125,785	94,193	31,592	11,010	28,128
Other Middle East countries .....	20,073	20,073	--	2,583	--
Southern and Southeastern Asia, total.....	4,810,933	4,073,593	737,340	2,463,503	1,478,433
India.....	51,765	43,953	7,811	26,440	6,585
Indonesia.....	439,563	428,573	10,990	20,939	3,117
Malaysia.....	1,463,171	1,324,795	138,376	1,076,402	314,160
Philippines .....	284,660	252,374	32,286	54,235	31,627
Singapore.....	2,518,016	1,972,770	545,245	1,253,685	1,100,222
Thailand.....	44,585	44,585	--	31,802	18,543
Other Southern and Southeastern Asian countries.....	9,174	6,543	2,631	--	4,179
Eastern Asia, total.....	9,511,879	7,356,794	2,155,085	4,058,160	1,631,580
China.....	1,483,752	1,187,862	295,890	557,254	278,232
Hong Kong.....	2,068,512	1,171,827	896,685	497,855	617,222
Japan (including Okinawa and Ryukyu Islands).....	4,961,046	4,096,370	864,676	2,403,647	625,626
South Korea, Republic of.....	570,638	483,421	87,217	364,355	104,194
Taiwan.....	427,932	417,314	10,618	235,049	6,306
<b>Oceania, total.....</b>	<b>2,373,903</b>	<b>1,843,160</b>	<b>530,743</b>	<b>720,004</b>	<b>703,203</b>
Australia.....	1,929,464	1,615,726	313,737	713,208	426,921
New Zealand.....	276,983	213,834	63,150	6,796	254,655
Other countries of Oceania.....	167,456	13,600	153,856	--	21,627
<b>Puerto Rico and U.S. Possessions, total .....</b>	<b>163,900</b>	<b>148,422</b>	<b>15,479</b>	<b>46,303</b>	<b>37,003</b>
Puerto Rico.....	163,801	148,422	15,380	46,303	35,976
U.S. Possessions, total.....	99	--	99	--	1,027
<b>OPEC countries, total (some countries included above).....</b>	<b>1,193,698</b>	<b>1,128,743</b>	<b>64,956</b>	<b>187,039</b>	<b>18,148</b>

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 2.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation of the 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued						
	Receipts by foreign corporations from						
	All sources	All related parties, total	U.S. corporation filing return	Domestic corporations controlled by U.S. corporation filing return	Any foreign corporations controlled by U.S. corporation filing return	All other related parties	Unrelated parties
	(17)	(18)	(19)	(20)	(21)	(22)	(23)
<b>All geographic areas.....</b>	<b>2,280,609,940</b>	<b>672,144,486</b>	<b>134,511,735</b>	<b>108,868,037</b>	<b>428,540,307</b>	<b>224,408</b>	<b>1,629,260,926</b>
Canada.....	274,040,598	59,204,944	21,848,276	22,823,841	14,531,807	1,020	215,487,542
<b>Latin America, total.....</b>	<b>235,452,814</b>	<b>52,199,948</b>	<b>11,385,064</b>	<b>14,203,042</b>	<b>26,474,951</b>	<b>136,890</b>	<b>185,834,162</b>
Mexico.....	102,334,686	22,516,059	4,636,019	9,833,525	8,046,516	--	80,678,875
Central America, total.....	4,868,012	1,897,762	395,971	601,283	900,508	--	2,971,333
Costa Rica .....	779,984	624,237	388,575	189,503	46,159	--	155,747
Guatemala .....	740,322	165,320	--	3,920	161,400	--	575,001
Panama (including Canal Zone) .....	2,873,534	1,007,612	7,396	374,746	625,470	--	1,867,006
Other Central American countries.....	474,172	100,593	--	33,113	67,480	--	373,579
Caribbean countries, total.....	45,424,007	12,879,981	4,110,234	2,064,147	6,705,600	--	33,752,803
Barbados.....	1,174,852	759,948	243,406	64,244	452,299	--	414,988
Cayman Islands (British).....	42,394,370	11,941,455	3,866,828	1,840,856	6,233,771	--	31,658,329
Trinidad and Tobago.....	273,788	177,400	--	159,048	18,352	--	99,666
Other Caribbean countries.....	1,580,998	1,178	--	--	1,178	--	1,579,820
South America, total.....	82,826,109	14,906,146	2,242,840	1,704,087	10,822,328	136,890	68,431,150
Argentina.....	11,939,159	2,433,458	95,344	44,732	2,285,981	7,401	9,505,805
Brazil.....	52,842,902	9,691,437	1,455,610	1,148,144	6,958,193	129,489	43,647,216
Chile.....	5,293,037	1,024,860	104,864	346,467	573,529	--	4,275,285
Colombia.....	3,306,534	407,591	16,096	31,260	360,235	--	2,899,312
Peru.....	1,105,455	160,431	12,408	99,778	48,245	--	945,024
Venezuela.....	6,968,791	843,172	558,502	15,066	269,604	--	6,133,476
Other South American countries.....	1,370,230	345,197	16	18,641	326,540	--	1,025,033
<b>Other Western Hemisphere, total.....</b>	<b>132,940,376</b>	<b>60,307,441</b>	<b>25,575,337</b>	<b>13,503,479</b>	<b>21,228,625</b>	<b>--</b>	<b>73,254,180</b>
Bahamas.....	18,205,138	6,814,349	143,560	649,783	6,021,006	--	11,390,831
Bermuda .....	89,153,936	38,736,184	18,969,713	11,053,236	8,713,235	--	50,769,515
Netherland Antilles.....	13,016,054	8,371,643	3,304,421	33,391	5,033,831	--	4,898,222
Other British West Indies.....	10,129,730	4,916,305	3,157,644	579,621	1,179,041	--	5,229,054
<b>Europe, total.....</b>	<b>1,271,321,242</b>	<b>394,433,312</b>	<b>48,666,060</b>	<b>43,700,977</b>	<b>302,063,929</b>	<b>2,345</b>	<b>891,097,505</b>
European Union, total .....	1,130,009,739	343,493,134	42,586,250	39,788,453	261,116,086	2,345	797,279,104
Austria.....	9,708,669	4,921,863	26,800	2,440,250	2,454,813	--	5,052,331
Belgium.....	28,915,544	12,382,600	713,183	918,614	10,750,803	--	16,625,163
Denmark.....	4,540,009	1,110,268	117,061	49,123	944,084	--	3,448,540
Finland.....	2,199,644	132,835	8,756	1,534	122,544	--	2,066,810
France (including Andorra and Corsica).....	92,603,968	28,558,292	2,092,335	1,729,859	24,736,097	--	64,429,994
Germany.....	137,681,656	46,123,787	3,549,893	1,750,132	40,823,762	--	92,617,840
Greece.....	929,192	39,354	--	--	39,354	--	889,838
Ireland.....	52,801,938	17,454,859	4,425,215	2,189,602	10,840,042	--	36,243,944
Italy (including San Marino).....	44,050,054	6,913,098	833,121	545,813	5,534,163	--	37,424,915
Luxembourg .....	74,762,046	9,945,844	870,846	1,437,415	7,637,583	--	64,938,183
Netherlands.....	249,977,190	101,922,596	13,539,569	15,072,111	73,310,915	--	148,948,397
Portugal.....	7,314,383	984,916	34,585	39,289	911,043	--	6,329,467
Spain.....	63,088,803	11,686,454	681,824	346,273	10,658,358	--	51,582,646
Sweden.....	26,836,303	14,307,332	3,617,805	407,609	10,281,919	--	12,563,526
United Kingdom.....	334,600,338	87,009,037	12,075,256	12,860,828	62,070,607	2,345	254,117,510
Other West European countries, total.....	123,048,030	46,613,895	5,800,306	3,665,788	37,147,802	--	79,666,157
Norway.....	5,942,151	906,440	30,485	39,070	836,884	--	5,071,925
Switzerland.....	112,938,687	43,947,803	5,748,401	3,623,546	34,575,855	--	72,186,694
Turkey.....	3,961,668	1,741,493	21,419	3,172	1,716,902	--	2,220,176
Other West European countries.....	205,523	18,160	--	--	18,160	--	187,363

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 2.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation of the 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued						
	Receipts by foreign corporations from						
	All sources	All related parties, total	U.S. corporation filing return	Domestic corporations controlled by U.S. corporation filing return	Any foreign corporations controlled by U.S. corporation filing return	All other related parties	Unrelated parties
	(17)	(18)	(19)	(20)	(21)	(22)	(23)
<b>Europe, total--Continued</b>							
East European countries, total .....	18,263,474	4,326,282	279,504	246,736	3,800,042	--	14,152,244
Czech Republic.....	2,879,657	636,186	4,540	38,986	592,659	--	2,243,471
Hungary.....	5,726,935	1,402,732	162,335	37,373	1,203,023	--	4,327,709
Poland.....	5,595,530	961,542	105,546	9,261	846,736	--	4,844,949
Russia.....	2,621,074	1,063,444	--	155,177	908,267	--	1,557,630
Slovakia.....	320,137	92,687	4,687	5,126	82,874	--	228,035
Ukraine.....	396,947	201	--	82	119	--	396,746
Other East European countries and former Soviet Union.....	723,195	169,490	2,396	731	166,363	--	553,705
<b>Africa, total.....</b>	<b>13,562,950</b>	<b>2,964,868</b>	<b>435,026</b>	<b>720,241</b>	<b>1,809,601</b>	<b>--</b>	<b>10,768,838</b>
North Africa, total.....	1,302,899	86,073	--	370	85,703	--	1,224,512
East Africa, total.....	2,028,144	1,463,416	433,140	54,206	976,070	--	727,799
Mauritius.....	1,220,934	1,045,905	433,140	32,015	580,749	--	338,100
Other East African countries.....	807,210	417,511	--	22,190	395,320	--	389,700
West and Central Africa, total.....	3,443,215	1,100,781	--	631,418	469,363	--	2,342,434
Liberia.....	2,090,867	885,774	--	586,976	298,798	--	1,205,093
Nigeria.....	896,575	--	--	--	--	--	896,575
Other West and Central African countries.....	455,772	215,007	--	44,442	170,565	--	240,765
Southern Africa, total.....	6,788,692	314,598	1,886	34,247	278,465	--	6,474,093
South Africa (including Namibia).....	5,105,589	310,393	1,886	32,305	276,202	--	4,795,196
Other Southern Africa countries.....	1,683,103	4,205	--	1,942	2,263	--	1,678,898
<b>Asia, total.....</b>	<b>290,597,614</b>	<b>90,652,077</b>	<b>24,095,586</b>	<b>11,826,410</b>	<b>54,645,929</b>	<b>84,152</b>	<b>202,333,292</b>
Middle East, total.....	5,356,508	2,989,967	2,079,872	212,818	697,277	--	2,419,210
Cyprus.....	131,407	6,669	--	--	6,669	--	124,738
Israel (and the West Bank).....	5,026,077	2,921,905	2,079,872	209,900	632,133	--	2,156,793
Other Middle East countries .....	199,024	61,393	--	2,918	58,475	--	137,679
Southern and Southeastern Asia, total.....	79,511,144	38,788,581	14,206,184	7,582,299	16,950,889	49,209	42,429,604
India.....	3,405,590	710,139	204,778	228,235	277,126	--	2,695,451
Indonesia.....	2,967,807	1,647,720	--	1,522,033	125,687	--	1,320,087
Malaysia.....	13,572,618	10,796,187	4,799,399	1,744,990	4,251,799	--	2,797,101
Philippines .....	7,031,791	3,602,036	2,054,244	69,058	1,478,734	--	3,437,401
Singapore.....	41,921,943	18,838,188	6,971,881	3,103,325	8,713,774	49,209	24,762,478
Thailand.....	10,087,918	2,791,504	175,882	610,055	2,005,568	--	7,296,414
Other Southern and Southeastern Asian countries.....	523,478	402,806	--	304,605	98,201	--	120,672
Eastern Asia, total.....	205,729,962	48,873,530	7,809,530	4,031,293	36,997,763	34,943	157,484,478
China.....	21,613,538	8,631,646	2,361,655	250,182	6,019,809	--	13,150,632
Hong Kong.....	28,928,071	10,139,256	1,598,488	2,011,225	6,494,601	34,943	19,013,922
Japan (including Okinawa and Ryukyu Islands).....	117,083,517	24,927,012	2,855,051	841,557	21,230,405	--	92,375,108
South Korea, Republic of.....	23,943,225	2,401,932	526,296	79,879	1,795,756	--	21,541,293
Taiwan.....	14,161,610	2,773,683	468,041	848,449	1,457,193	--	11,403,523
<b>Oceania, total.....</b>	<b>51,605,992</b>	<b>8,830,024</b>	<b>888,392</b>	<b>1,115,448</b>	<b>6,826,183</b>	<b>--</b>	<b>42,948,927</b>
Australia.....	45,501,525	7,913,605	873,565	1,043,831	5,996,209	--	37,757,348
New Zealand.....	5,825,524	748,014	14,827	3,930	729,257	--	5,078,504
Other countries of Oceania.....	278,943	168,405	--	67,687	100,718	--	113,074
<b>Puerto Rico and U.S. Possessions, total .....</b>	<b>11,088,354</b>	<b>3,551,873</b>	<b>1,617,992</b>	<b>974,600</b>	<b>959,281</b>	<b>--</b>	<b>7,536,481</b>
Puerto Rico.....	10,846,188	3,550,951	1,617,415	974,570	958,966	--	7,295,237
U.S. Possessions, total.....	242,166	922	577	30	315	--	241,245
<b>OPEC countries, total (some countries included above).....</b>	<b>10,999,704</b>	<b>2,551,772</b>	<b>558,502</b>	<b>1,539,624</b>	<b>453,646</b>	<b>--</b>	<b>8,455,789</b>

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 2.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation of the 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued						
	Payments by foreign corporations to						
	All recipients	All related parties, total	U.S. corporation filing return	Domestic corporations controlled by U.S. corporation filing return	Any foreign corporations controlled by U.S. corporation filing return	All other related parties	Unrelated parties
	(24)	(25)	(26)	(27)	(28)	(29)	(30)
<b>All geographic areas.....</b>	<b>2,198,534,646</b>	<b>657,141,184</b>	<b>146,668,914</b>	<b>117,014,977</b>	<b>392,364,469</b>	<b>1,092,825</b>	<b>1,553,932,369</b>
Canada.....	262,009,251	54,112,462	18,834,085	13,174,473	21,238,696	865,208	208,460,938
<b>Latin America, total.....</b>	<b>245,589,207</b>	<b>49,284,957</b>	<b>14,511,541</b>	<b>15,720,315</b>	<b>19,046,621</b>	<b>6,479</b>	<b>196,518,429</b>
Mexico.....	96,920,113	22,076,770	6,929,795	7,909,371	7,236,601	1,002	74,864,532
Central America, total.....	4,912,066	1,698,914	202,879	949,106	545,792	1,136	3,213,152
Costa Rica.....	627,907	241,976	159,457	66,263	16,256	--	385,932
Guatemala.....	733,645	214,444	--	152,313	62,131	--	519,201
Panama (including Canal Zone).....	3,116,130	1,181,333	43,423	727,567	409,207	1,136	1,934,797
Other Central American countries.....	434,384	61,161	--	2,963	58,198	--	373,223
Caribbean countries, total.....	51,012,327	13,072,093	4,590,885	3,521,560	4,956,986	2,661	38,022,468
Barbados.....	1,033,612	696,811	420,844	107,467	168,501	--	368,267
Cayman Islands (British).....	48,573,466	12,104,447	3,958,746	3,372,610	4,770,429	2,661	36,519,787
Trinidad and Tobago.....	255,759	54,012	--	35,956	18,056	--	201,747
Other Caribbean countries.....	1,149,490	216,822	211,295	5,527	--	--	932,668
South America, total.....	92,744,700	12,437,181	2,787,981	3,340,278	6,307,242	1,680	80,418,277
Argentina.....	16,945,159	1,078,828	298,115	135,209	643,824	1,680	15,866,330
Brazil.....	57,197,446	8,214,013	1,715,266	2,750,843	3,747,904	--	49,091,006
Chile.....	5,601,621	1,196,791	412,964	320,473	463,354	--	4,407,573
Colombia.....	3,601,863	400,817	63,430	28,192	309,196	--	3,201,046
Peru.....	1,386,542	127,698	22,438	14,435	90,826	--	1,258,859
Venezuela.....	6,680,746	1,144,192	246,685	85,153	812,355	--	5,536,553
Other South American countries.....	1,331,323	274,841	29,084	5,973	239,784	--	1,056,909
<b>Other Western Hemisphere, total.....</b>	<b>116,592,117</b>	<b>50,969,155</b>	<b>13,707,788</b>	<b>13,747,725</b>	<b>23,513,225</b>	<b>417</b>	<b>66,674,475</b>
Bahamas.....	20,786,316	8,818,717	178,024	4,868,353	3,772,339	--	12,095,871
Bermuda.....	75,635,362	28,572,589	7,283,212	6,933,947	14,355,014	417	47,068,090
Netherlands Antilles.....	8,134,379	6,296,762	2,054,057	357,405	3,885,299	--	1,838,352
Other British West Indies.....	9,349,934	5,721,418	4,192,494	326,974	1,201,950	--	4,545,704
<b>Europe, total.....</b>	<b>1,220,309,647</b>	<b>381,546,348</b>	<b>63,449,528</b>	<b>55,110,442</b>	<b>262,983,929</b>	<b>2,448</b>	<b>848,276,229</b>
European Union, total.....	1,088,075,673	331,641,387	51,328,166	48,101,089	232,209,684	2,448	761,584,894
Austria.....	9,756,663	3,199,724	124,500	1,265,471	1,809,754	--	6,558,167
Belgium.....	27,472,968	8,393,735	1,023,610	1,022,456	6,347,668	--	19,079,488
Denmark.....	4,774,238	1,411,635	180,719	201,102	1,029,814	--	3,367,861
Finland.....	2,096,200	882,963	95,985	20,075	766,903	--	1,213,237
France (including Andorra and Corsica).....	91,019,466	29,486,214	3,127,675	2,077,227	24,281,311	--	61,608,195
Germany.....	136,266,872	30,243,904	3,438,233	2,995,323	23,810,348	--	106,191,937
Greece.....	845,722	187,547	8,620	35,599	143,329	--	658,174
Ireland.....	44,452,932	23,494,983	8,256,645	4,230,165	11,008,173	--	21,858,147
Italy (including San Marino).....	42,660,196	16,793,185	1,743,558	802,604	14,245,093	1,929	25,871,001
Luxembourg.....	72,507,586	17,138,092	975,038	3,887,949	12,275,105	--	55,413,307
Netherlands.....	234,832,165	86,125,942	17,692,862	10,230,212	58,202,548	320	149,659,390
Portugal.....	4,659,793	1,004,414	58,850	79,590	865,974	--	3,655,379
Spain.....	60,082,859	12,312,083	939,226	1,609,133	9,763,724	--	47,785,021
Sweden.....	26,828,503	10,406,977	1,229,623	1,269,183	7,908,171	--	16,421,526
United Kingdom.....	329,819,511	90,559,990	12,433,021	18,375,001	59,751,768	200	242,244,063
Other West European countries, total.....	115,341,122	46,054,923	11,673,580	6,718,409	27,662,934	--	73,593,698
Norway.....	5,408,782	962,385	188,397	80,745	693,242	--	4,446,397
Switzerland.....	105,879,701	44,509,076	11,381,707	6,586,638	26,540,731	--	65,678,123
Turkey.....	3,883,952	526,607	103,477	41,426	381,704	--	3,357,344
Other West European countries.....	168,689	56,855	--	9,599	47,256	--	111,833

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 2.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation of the 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued						
	Payments by foreign corporations to						
	All recipients	All related parties, total	U.S. corporation filing return	Domestic corporations controlled by U.S. corporation filing return	Any foreign corporations controlled by U.S. corporation filing return	All other related parties	Unrelated parties
	(24)	(25)	(26)	(27)	(28)	(29)	(30)
<b>Europe, total--Continued</b>							
East European countries, total .....	16,892,851	3,850,037	447,782	290,944	3,111,311	--	13,097,638
Czech Republic.....	2,580,250	435,847	17,907	51,473	366,467	--	2,144,705
Hungary.....	5,357,345	863,592	130,119	107,162	626,312	--	4,493,772
Poland.....	5,248,218	885,516	251,773	103,607	530,137	--	4,417,189
Russia.....	2,355,931	1,329,916	15,628	9,472	1,304,816	--	1,026,016
Slovakia.....	293,650	54,410	12,711	15,074	26,625	--	239,240
Ukraine.....	365,038	120,488	--	2,514	117,975	--	244,550
Other East European countries and former Soviet Union.....	692,418	160,267	19,645	1,642	138,980	--	532,166
<b>Africa, total.....</b>	<b>12,732,799</b>	<b>2,306,067</b>	<b>391,312</b>	<b>399,748</b>	<b>1,515,007</b>	--	<b>10,426,731</b>
North Africa, total.....	1,317,858	133,609	20,875	3,326	109,408	--	1,184,249
East Africa, total.....	1,845,734	599,855	202,098	121,187	276,569	--	1,245,879
Mauritius.....	1,033,727	207,790	158,104	8,394	41,292	--	825,937
Other East African countries.....	812,006	392,064	43,994	112,793	235,277	--	419,942
West and Central Africa, total.....	3,228,357	965,156	131,652	145,471	688,033	--	2,263,201
Liberia.....	1,846,585	784,254	53,333	57,678	673,242	--	1,062,331
Nigeria.....	932,872	128,592	78,319	35,954	14,319	--	804,280
Other West and Central African countries.....	448,901	52,311	--	51,839	472	--	396,590
Southern Africa, total.....	6,340,850	607,448	36,686	129,764	440,998	--	5,733,403
South Africa (including Namibia).....	4,817,332	601,936	36,686	129,248	436,001	--	4,215,396
Other Southern Africa countries.....	1,523,518	5,512	--	516	4,996	--	1,518,007
<b>Asia, total.....</b>	<b>282,160,180</b>	<b>103,446,313</b>	<b>32,303,303</b>	<b>15,789,809</b>	<b>55,135,239</b>	<b>217,963</b>	<b>179,714,848</b>
Middle East, total.....	4,931,262	1,136,544	232,527	152,353	751,664	--	3,922,126
Cyprus.....	176,354	93,714	--	40,564	53,151	--	82,640
Israel (and the West Bank).....	4,566,705	972,597	232,522	106,166	633,909	--	3,721,517
Other Middle East countries .....	188,203	70,233	5	5,624	64,604	--	117,969
Southern and Southeastern Asia, total.....	78,379,359	30,379,645	12,777,117	4,999,980	12,517,410	85,138	48,208,188
India.....	3,135,674	632,284	305,691	43,235	283,358	--	2,503,391
Indonesia.....	2,588,851	676,875	--	59,743	617,132	--	1,911,976
Malaysia.....	13,840,413	5,874,305	3,297,961	191,935	2,384,408	--	7,966,109
Philippines .....	6,440,177	3,389,966	2,204,241	706,471	479,254	--	3,061,543
Singapore.....	42,185,819	18,718,847	6,853,293	3,803,335	7,977,229	84,990	23,664,115
Thailand.....	9,707,917	1,068,821	115,931	184,741	768,002	148	8,639,096
Other Southern and Southeastern Asian countries.....	480,506	18,548	--	10,521	8,027	--	461,959
Eastern Asia, total.....	198,849,560	71,930,124	19,293,659	10,637,475	41,866,165	132,825	127,584,535
China.....	20,856,206	8,443,789	2,980,923	767,490	4,695,343	32	12,456,012
Hong Kong.....	27,735,809	13,124,768	2,707,446	1,870,465	8,503,497	43,361	14,863,596
Japan (including Okinawa and Ryukyu Islands).....	113,982,385	38,725,667	9,874,091	6,678,432	22,157,654	15,491	75,600,306
South Korea, Republic of.....	22,383,065	7,188,885	1,821,866	763,396	4,561,526	42,097	15,194,180
Taiwan.....	13,892,095	4,447,015	1,909,333	557,692	1,948,145	31,845	9,470,441
<b>Oceania, total.....</b>	<b>50,259,342</b>	<b>12,138,449</b>	<b>2,093,653</b>	<b>1,702,685</b>	<b>8,341,802</b>	<b>310</b>	<b>38,233,129</b>
Australia.....	44,066,568	10,857,955	2,010,973	1,452,634	7,394,038	310	33,284,153
New Zealand.....	5,726,194	1,080,023	82,679	121,066	876,278	--	4,682,869
Other countries of Oceania.....	466,579	200,471	--	128,985	71,486	--	266,108
<b>Puerto Rico and U.S. Possessions, total .....</b>	<b>8,882,103</b>	<b>3,337,432</b>	<b>1,377,704</b>	<b>1,369,779</b>	<b>589,949</b>	--	<b>5,627,589</b>
Puerto Rico.....	8,617,371	3,313,770	1,362,355	1,368,776	582,639	--	5,386,519
U.S. Possessions, total.....	264,732	23,662	15,350	1,003	7,310	--	241,070
<b>OPEC countries, total (some countries included above)</b>	<b>10,349,591</b>	<b>2,012,366</b>	<b>325,009</b>	<b>180,850</b>	<b>1,506,507</b>	--	<b>8,337,225</b>

<sup>1</sup> Number of returns is not additive because some U.S. corporations had Controlled Foreign Corporations in more than one country of incorporation.

NOTE: Detail may not add to totals because of rounding and because data are shown for selected countries only.

# Controlled Foreign Corporations, 2002

**Table 3.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation and North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation**

[Money amounts are in thousands of dollars]

Selected country of incorporation and NAICS industrial sector of 7,500 largest Controlled Foreign Corporations	Number of U.S. corporation returns <sup>1</sup>	7,500 largest Controlled Foreign Corporations			
		Number of foreign corporations	Total assets		Total receipts
			Beginning of year	End of year	
	(1)	(2)	(3)	(4)	(5)
<b>All geographic areas</b>					
All industries.....	1,079	7,500	4,949,650,029	5,834,059,131	2,280,609,940
Raw materials and energy production.....	115	458	287,756,355	303,293,883	113,151,370
Goods production.....	491	2,165	1,030,177,179	1,200,329,734	1,071,845,768
Distribution and transportation of goods.....	275	864	312,073,971	355,638,840	542,127,900
Information.....	67	240	163,962,626	187,829,896	54,766,307
Finance, insurance, real estate, and rental and leasing.....	387	1,816	2,167,688,681	2,586,532,983	254,388,811
Services.....	585	1,957	987,991,217	1,200,433,796	244,329,784
<b>Argentina</b>					
All industries.....	71	116	27,707,003	12,560,451	11,939,159
Raw materials and energy production.....	15	28	5,765,048	2,936,660	1,697,067
Goods production.....	27	29	6,658,920	3,587,457	4,281,342
Distribution and transportation of goods.....	13	13	3,710,278	2,336,484	4,920,860
Information.....	5	6	2,891,145	1,448,883	341,031
Finance, insurance, real estate, and rental and leasing.....	14	20	3,880,938	1,963,387	585,428
Services.....	15	20	4,800,674	287,579	113,431
<b>Australia</b>					
All industries.....	121	286	99,841,199	126,511,080	45,501,525
Raw materials and energy production.....	18	46	15,785,211	18,260,276	3,668,561
Goods production.....	45	58	16,637,984	15,369,596	20,038,918
Distribution and transportation of goods.....	23	25	5,134,083	2,918,743	10,437,968
Information.....	8	13	2,014,285	2,549,028	1,061,129
Finance, insurance, real estate, and rental and leasing.....	38	82	39,446,134	54,965,939	5,091,832
Services.....	41	62	20,823,501	32,447,496	5,203,118
<b>Bahamas</b>					
All industries.....	26	59	40,396,728	43,003,236	18,205,138
Raw materials and energy production.....	11	27	14,051,051	14,289,635	2,355,967
Goods production.....	3	5	11,662,647	13,834,379	11,787,967
Distribution and transportation of goods.....	5	8	1,834,415	1,979,874	2,617,917
Information.....	--	--	--	--	--
Finance, insurance, real estate, and rental and leasing.....	9	12	5,982,437	5,631,525	1,121,571
Services.....	4	7	6,866,179	7,267,823	321,716
<b>Belgium</b>					
All industries.....	78	124	61,753,825	66,031,291	28,915,544
Raw materials and energy production.....	--	--	--	--	--
Goods production.....	41	48	17,472,605	22,758,482	17,202,307
Distribution and transportation of goods.....	19	19	4,460,765	5,318,748	6,242,841
Information.....	4	4	420,836	336,655	122,436
Finance, insurance, real estate, and rental and leasing.....	25	27	24,952,938	24,620,586	2,206,553
Services.....	23	26	14,446,681	12,996,820	3,141,407
<b>Bermuda</b>					
All industries.....	117	214	175,616,121	314,226,558	89,153,936
Raw materials and energy production.....	11	28	13,009,095	14,159,745	9,207,889
Goods production.....	15	17	8,867,698	33,800,032	32,392,280
Distribution and transportation of goods.....	**	**	**	**	**
Information.....	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	63	98	79,745,012	109,487,780	11,423,836
Services.....	37	56	62,483,251	143,989,438	22,125,911
<b>Brazil</b>					
All industries.....	103	199	102,060,512	71,337,404	52,842,902
Raw materials and energy production.....	14	19	16,100,158	11,567,523	10,561,117
Goods production.....	62	90	26,326,353	18,160,501	21,115,992
Distribution and transportation of goods.....	13	15	5,251,212	6,170,272	9,256,966
Information.....	6	11	13,206,522	7,355,328	4,332,331
Finance, insurance, real estate, and rental and leasing.....	18	29	24,980,408	20,518,131	5,801,478
Services.....	25	35	16,195,860	7,565,648	1,775,018

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 3.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation and North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation and NAICS industrial sector of 7,500 largest Controlled Foreign Corporations	Number of U.S. corporation returns <sup>1</sup>	7,500 largest Controlled Foreign Corporations			
		Number of foreign corporations	Total assets		Total receipts
			Beginning of year	End of year	
	(1)	(2)	(3)	(4)	(5)
<b>Canada</b>					
All industries.....	377	748	457,713,355	523,801,019	274,040,598
Raw materials and energy production.....	44	85	74,687,532	74,296,642	24,798,970
Goods production.....	169	219	117,126,855	142,668,356	149,952,684
Distribution and transportation of goods.....	73	86	30,833,690	31,555,846	67,096,445
Information.....	15	21	4,220,416	5,112,677	2,306,134
Finance, insurance, real estate, and rental and leasing.....	103	180	157,592,077	190,080,485	18,666,771
Services.....	108	157	73,252,785	80,087,014	11,219,594
<b>Cayman Islands (British)</b>					
All industries.....	140	320	248,613,818	287,386,881	42,394,370
Raw materials and energy production.....	21	31	23,444,520	27,235,302	12,821,126
Goods production.....	23	30	22,249,896	37,908,856	15,427,659
Distribution and transportation of goods.....	**	**	**	**	**
Information.....	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	59	141	111,373,464	130,583,680	4,921,234
Services.....	57	112	90,213,317	90,536,429	7,423,424
<b>Chile</b>					
All industries.....	38	64	20,480,608	20,189,290	5,293,037
Raw materials and energy production.....	6	12	5,852,658	6,026,199	1,732,713
Goods production.....	7	7	1,280,975	1,086,307	571,655
Distribution and transportation of goods.....	6	6	807,616	701,013	884,869
Information.....	3	5	1,897,500	2,005,506	752,817
Finance, insurance, real estate, and rental and leasing.....	12	18	6,743,968	6,343,718	1,144,768
Services.....	13	16	3,897,892	4,026,547	206,217
<b>Denmark</b>					
All industries.....	36	51	12,006,888	12,332,928	4,540,009
Raw materials and energy production.....	--	--	--	--	--
Goods production.....	13	15	4,144,320	4,534,381	1,675,144
Distribution and transportation of goods.....	7	7	958,920	1,121,734	1,178,592
Information.....	--	--	--	--	--
Finance, insurance, real estate, and rental and leasing.....	7	10	2,590,765	3,102,549	398,411
Services.....	18	19	4,312,883	3,574,263	1,287,861
<b>France (including Andorra and Corsica)</b>					
All industries.....	183	370	146,758,335	158,620,830	92,603,968
Raw materials and energy production.....	4	5	832,011	968,656	726,435
Goods production.....	94	140	42,143,264	48,770,406	55,868,266
Distribution and transportation of goods.....	38	49	15,929,125	21,471,622	21,972,591
Information.....	5	9	1,515,604	2,240,859	1,332,346
Finance, insurance, real estate, and rental and leasing.....	40	69	50,605,928	44,170,590	4,826,619
Services.....	68	98	35,732,403	40,998,696	7,877,711
<b>Germany</b>					
All industries.....	203	438	236,530,650	246,875,096	137,681,656
Raw materials and energy production.....	--	--	--	--	--
Goods production.....	107	152	68,727,079	81,235,209	86,658,405
Distribution and transportation of goods.....	44	61	21,638,089	22,537,677	27,213,830
Information.....	11	16	3,145,398	13,543,152	3,157,652
Finance, insurance, real estate, and rental and leasing.....	41	68	90,572,560	82,370,282	12,052,927
Services.....	103	141	52,447,525	47,188,776	8,598,842

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 3.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation and North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation and NAICS industrial sector of 7,500 largest Controlled Foreign Corporations	Number of U.S. corporation returns <sup>1</sup>	7,500 largest Controlled Foreign Corporations			
		Number of foreign corporations	Total assets		Total receipts
			Beginning of year	End of year	
	(1)	(2)	(3)	(4)	(5)
<b>Hong Kong</b>					
All industries.....	65	107	60,460,480	58,772,725	28,928,071
Raw materials and energy production.....	**	**	**	**	**
Goods production.....	18	18	3,260,529	3,049,980	6,743,418
Distribution and transportation of goods.....	21	23	5,131,854	4,908,991	9,143,328
Information.....	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	15	31	39,895,480	39,036,946	7,242,292
Services.....	22	30	7,843,771	7,800,073	4,132,001
<b>Ireland</b>					
All industries.....	115	197	136,744,517	161,875,794	52,801,938
Raw materials and energy production.....	--	--	--	--	--
Goods production.....	42	49	36,698,049	29,610,195	25,441,511
Distribution and transportation of goods.....	11	13	3,899,720	3,630,638	5,900,123
Information.....	5	5	6,027,850	6,976,008	3,207,508
Finance, insurance, real estate, and rental and leasing.....	49	83	50,717,101	65,321,607	4,171,928
Services.....	39	47	39,401,797	56,337,346	14,080,869
<b>Italy (including San Marino)</b>					
All industries.....	123	201	51,428,919	56,855,423	44,050,054
Raw materials and energy production.....	--	--	--	--	--
Goods production.....	66	104	24,131,283	26,443,873	22,653,975
Distribution and transportation of goods.....	34	37	9,173,036	10,433,496	13,786,793
Information.....	5	7	389,771	1,989,613	709,854
Finance, insurance, real estate, and rental and leasing.....	18	24	8,556,355	9,127,716	1,359,051
Services.....	23	29	9,178,475	8,860,725	5,540,381
<b>Japan (including Okinawa and Ryukyu Islands)</b>					
All industries.....	123	225	206,989,938	203,953,894	117,083,517
Raw materials and energy production.....	--	--	--	--	--
Goods production.....	59	90	35,806,858	37,273,318	58,190,474
Distribution and transportation of goods.....	43	52	16,473,992	15,319,091	23,332,550
Information.....	6	8	1,813,822	1,609,552	1,859,934
Finance, insurance, real estate, and rental and leasing.....	21	45	125,101,844	131,694,176	13,491,514
Services.....	19	30	27,793,422	18,057,758	20,209,045
<b>Luxembourg</b>					
All industries.....	83	118	163,133,608	236,826,464	74,762,046
Raw materials and energy production.....	**	**	**	**	**
Goods production.....	23	29	35,794,475	48,218,098	12,708,559
Distribution and transportation of goods.....	5	5	20,424,956	33,306,477	40,628,959
Information.....	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	25	36	42,437,066	73,277,038	3,571,786
Services.....	40	45	61,641,877	79,466,790	15,834,445
<b>Malaysia</b>					
All industries.....	27	39	17,575,776	17,939,640	13,572,618
Raw materials and energy production.....	--	--	--	--	--
Goods production.....	19	23	7,588,069	7,285,244	11,848,209
Distribution and transportation of goods.....	3	3	519,343	408,039	623,306
Information.....	--	--	--	--	--
Finance, insurance, real estate, and rental and leasing.....	5	7	8,412,670	9,158,501	536,156
Services.....	5	6	1,055,694	1,087,856	564,947
<b>Mexico</b>					
All industries.....	139	293	175,364,530	184,437,288	102,334,686
Raw materials and energy production.....	6	11	4,429,732	4,441,854	1,735,432
Goods production.....	82	112	34,881,730	33,477,399	52,628,890
Distribution and transportation of goods.....	25	28	10,544,413	9,664,243	21,376,832
Information.....	3	8	1,864,665	2,018,194	1,771,777
Finance, insurance, real estate, and rental and leasing.....	32	70	94,314,826	100,633,870	17,605,366
Services.....	51	64	29,329,164	34,201,727	7,216,390

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 3.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation and North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation and NAICS industrial sector of 7,500 largest Controlled Foreign Corporations	Number of U.S. corporation returns <sup>1</sup>	7,500 largest Controlled Foreign Corporations			
		Number of foreign corporations	Total assets		Total receipts
			Beginning of year	End of year	
	(1)	(2)	(3)	(4)	(5)
<b>Netherlands</b>					
All industries.....	292	559	417,757,399	523,038,005	249,977,190
Raw materials and energy production.....	12	14	18,583,663	20,806,576	8,547,423
Goods production.....	112	139	171,837,257	221,701,199	143,497,319
Distribution and transportation of goods.....	59	66	35,726,611	38,876,132	51,270,096
Information.....	11	19	21,729,301	25,428,732	9,117,036
Finance, insurance, real estate, and rental and leasing.....	57	94	76,000,175	91,207,637	23,609,083
Services.....	152	227	93,880,392	125,017,729	13,936,234
<b>New Zealand</b>					
All industries.....	21	42	18,841,739	27,127,309	5,825,524
Raw materials and energy production.....	5	7	4,314,410	11,115,086	1,447,070
Goods production.....	6	8	7,139,671	9,105,394	2,412,096
Distribution and transportation of goods.....	3	4	788,971	907,938	1,132,736
Information.....	--	--	--	--	--
Finance, insurance, real estate, and rental and leasing.....	8	14	5,400,380	4,389,360	336,862
Services.....	9	9	1,198,307	1,609,531	496,760
<b>Norway</b>					
All industries.....	23	35	7,287,079	11,180,217	5,942,151
Raw materials and energy production.....	6	6	3,036,426	4,455,464	1,873,967
Goods production.....	6	6	1,450,009	1,954,646	1,507,841
Distribution and transportation of goods.....	7	11	1,212,607	2,288,617	1,457,227
Information.....	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	**	**	**	**	**
Services.....	5	6	465,331	1,087,038	571,069
<b>Philippines</b>					
All industries.....	19	36	12,761,702	13,167,166	7,031,791
Raw materials and energy production.....	5	10	5,077,347	5,473,582	1,307,118
Goods production.....	10	10	3,225,790	3,022,111	4,582,891
Distribution and transportation of goods.....	--	--	--	--	--
Information.....	--	--	--	--	--
Finance, insurance, real estate, and rental and leasing.....	4	10	3,296,529	3,369,545	787,229
Services.....	4	6	1,162,035	1,301,927	354,553
<b>Singapore</b>					
All industries.....	76	112	49,447,808	56,327,591	41,921,943
Raw materials and energy production.....	**	**	**	**	**
Goods production.....	36	42	14,996,132	15,911,792	12,137,914
Distribution and transportation of goods.....	21	25	7,523,994	8,405,516	24,090,210
Information.....	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	15	21	20,121,377	22,061,988	769,456
Services.....	18	20	6,557,228	9,482,641	4,487,603
<b>South Korea, Republic of</b>					
All industries.....	55	66	19,328,556	22,244,751	23,943,225
Raw materials and energy production.....	3	3	1,122,564	1,204,774	523,309
Goods production.....	28	30	11,881,025	13,325,368	14,732,607
Distribution and transportation of goods.....	11	11	2,380,313	2,196,492	4,598,709
Information.....	3	3	635,214	785,410	1,028,617
Finance, insurance, real estate, and rental and leasing.....	7	12	2,732,037	3,953,948	1,461,279
Services.....	7	7	577,402	778,759	1,598,705
<b>Spain</b>					
All industries.....	115	175	61,612,031	89,921,565	63,088,803
Raw materials and energy production.....	**	**	**	**	**
Goods production.....	61	82	22,023,426	27,125,456	29,788,247
Distribution and transportation of goods.....	24	26	15,607,850	19,635,619	28,270,228
Information.....	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	22	28	12,108,358	12,926,112	2,095,952
Services.....	28	32	10,595,911	29,516,951	2,320,279

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 3.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation and North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation and NAICS industrial sector of 7,500 largest Controlled Foreign Corporations	Number of U.S. corporation returns <sup>1</sup>	7,500 largest Controlled Foreign Corporations			
		Number of foreign corporations	Total assets		Total receipts
			Beginning of year	End of year	
	(1)	(2)	(3)	(4)	(5)
<b>Sweden</b>					
All industries.....	51	86	47,835,707	55,840,480	26,836,303
Raw materials and energy production.....	--	--	--	--	--
Goods production.....	23	26	12,681,484	14,908,133	16,689,512
Distribution and transportation of goods.....	11	15	4,567,881	5,802,594	6,427,590
Information.....	3	3	903,476	1,235,113	736,863
Finance, insurance, real estate, and rental and leasing.....	8	14	17,478,104	19,312,485	1,296,967
Services.....	23	28	12,204,762	14,582,156	1,685,371
<b>Switzerland</b>					
All industries.....	117	185	203,067,913	237,022,700	112,938,687
Raw materials and energy production.....	**	**	**	**	**
Goods production.....	41	49	83,288,715	86,185,929	35,593,650
Distribution and transportation of goods.....	41	46	19,889,270	24,841,523	46,041,563
Information.....	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	26	34	54,808,193	58,603,545	4,337,915
Services.....	38	47	38,816,062	62,726,460	25,517,130
<b>United Kingdom</b>					
All industries.....	425	1,189	1,372,507,597	1,676,635,595	334,600,338
Raw materials and energy production.....	25	47	47,867,124	47,450,668	18,616,847
Goods production.....	162	233	104,876,619	116,243,430	115,791,324
Distribution and transportation of goods.....	78	100	36,444,790	44,128,390	70,441,659
Information.....	27	56	80,700,128	96,072,019	12,921,771
Finance, insurance, real estate, and rental and leasing.....	146	343	901,547,100	1,158,704,171	75,246,744
Services.....	210	410	201,071,835	214,036,917	41,581,992
<b>Venezuela</b>					
All industries.....	28	41	16,635,494	13,635,597	6,968,791
Raw materials and energy production.....	7	10	4,675,926	3,814,597	1,241,589
Goods production.....	11	12	4,818,454	4,347,540	2,272,329
Distribution and transportation of goods.....	**	**	**	**	**
Information.....	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	5	6	1,743,630	1,459,528	649,573
Services.....	7	9	3,167,911	1,925,682	656,762
<b>European Union, total (some countries included above)</b>					
All industries.....	721	3,590	2,735,170,037	3,323,564,463	1,130,009,739
Raw materials and energy production.....	39	70	68,428,940	70,936,849	28,767,081
Goods production.....	334	1,045	547,358,826	649,293,626	537,904,242
Distribution and transportation of goods.....	169	412	170,783,144	208,385,813	275,903,211
Information.....	44	127	118,694,082	150,690,805	34,107,472
Finance, insurance, real estate, and rental and leasing.....	235	815	1,284,042,054	1,590,120,628	131,631,642
Services.....	431	1,121	545,862,991	654,136,742	121,696,090
<b>European Monetary Union, total (some countries included above)</b>					
All industries.....	551	2,264	1,302,819,844	1,578,755,460	764,033,089
Raw materials and energy production.....	18	23	20,561,816	23,486,181	10,150,234
Goods production.....	275	771	425,656,403	513,607,683	403,748,261
Distribution and transportation of goods.....	129	290	128,811,553	157,333,096	197,855,369
Information.....	30	68	37,090,478	53,383,673	20,448,838
Finance, insurance, real estate, and rental and leasing.....	158	448	362,426,084	409,001,422	54,689,520
Services.....	322	664	328,273,511	421,943,406	77,140,866
<b>OPEC countries, total (some countries included above)</b>					
All industries.....	36	64	24,834,566	23,718,713	10,999,704
Raw materials and energy production.....	12	19	10,821,962	11,112,698	3,550,079
Goods production.....	13	15	5,047,663	4,630,453	2,937,495
Distribution and transportation of goods.....	**	**	**	**	**
Information.....	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	10	14	3,291,794	3,653,618	1,182,533
Services.....	7	9	3,167,911	1,925,682	656,762

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 3.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation and North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation and NAICS industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued					
	Current earnings and profits (less deficit) before income taxes	Income taxes	Current earnings and profits (less deficit) after income taxes	Distributions out of earnings and profits	Dividends paid to controlling U.S. corporation	Total Subpart F income
	(6)	(7)	(8)	(9)	(10)	(11)
<b>All geographic areas</b>						
All industries.....	200,670,364	38,610,284	162,060,079	97,011,345	27,045,099	31,420,940
Raw materials and energy production.....	18,780,847	5,742,786	13,038,061	8,348,244	2,566,104	1,220,497
Goods production.....	80,199,064	14,919,504	65,279,560	32,217,593	10,144,624	9,796,240
Distribution and transportation of goods.....	23,972,584	5,486,881	18,485,703	12,168,493	3,471,956	4,015,285
Information.....	-4,054,940	1,289,700	-5,344,639	1,455,156	632,771	1,028,793
Finance, insurance, real estate, and rental and leasing.....	39,443,103	6,536,216	32,906,887	14,319,415	2,060,460	7,233,374
Services.....	42,329,705	4,635,197	37,694,508	28,502,444	8,169,184	8,126,752
<b>Argentina</b>						
All industries.....	-1,500,517	175,547	-1,676,064	35,830	25,753	21,833
Raw materials and energy production.....	-237,778	18,642	-256,420	8,557	--	3,101
Goods production.....	-315,531	61,715	-377,246	17,847	25,753	15,450
Distribution and transportation of goods.....	-278,001	79,569	-357,570	3,384	--	3,050
Information.....	-442,708	--	-442,708	--	--	--
Finance, insurance, real estate, and rental and leasing.....	-10,429	14,445	-24,874	6,042	--	--
Services.....	-216,070	1,175	-217,245	--	--	232
<b>Australia</b>						
All industries.....	4,069,092	950,709	3,118,383	1,929,464	713,208	426,921
Raw materials and energy production.....	253,535	77,239	176,296	122,950	11,340	2,497
Goods production.....	1,480,431	466,048	1,014,383	1,096,797	504,476	157,590
Distribution and transportation of goods.....	481,180	113,628	367,552	44,806	25,631	17,992
Information.....	-39,137	15,141	-54,278	19,543	7,891	17,174
Finance, insurance, real estate, and rental and leasing.....	886,244	171,534	714,709	247,472	27,102	199,418
Services.....	1,006,839	107,118	899,721	397,896	136,767	32,251
<b>Bahamas</b>						
All industries.....	1,305,125	281,243	1,023,882	1,223,024	521,025	130,441
Raw materials and energy production.....	110,890	192,365	-81,475	324,104	161,379	33,274
Goods production.....	122,018	4,641	117,377	296,931	--	10,208
Distribution and transportation of goods.....	138,634	48,368	90,267	96,297	79,054	13,023
Information.....	--	--	--	--	--	--
Finance, insurance, real estate, and rental and leasing.....	315,076	3,221	311,855	176,255	--	47,344
Services.....	618,507	32,648	585,859	329,437	280,592	26,593
<b>Belgium</b>						
All industries.....	2,841,838	408,423	2,433,414	719,762	222,619	1,717,959
Raw materials and energy production.....	--	--	--	--	--	--
Goods production.....	614,335	266,789	347,545	369,807	55,026	126,089
Distribution and transportation of goods.....	33,060	43,410	-10,350	44,678	33,799	13,998
Information.....	-80,888	214	-81,102	90,765	--	5,133
Finance, insurance, real estate, and rental and leasing.....	261,373	39,643	221,730	26,717	989	113,334
Services.....	2,013,958	58,367	1,955,591	187,796	132,806	1,459,405
<b>Bermuda</b>						
All industries.....	12,442,968	1,351,193	11,091,775	5,250,898	744,163	3,293,727
Raw materials and energy production.....	2,578,185	739,283	1,838,903	801,468	510,866	24,099
Goods production.....	6,449,971	288,855	6,161,116	683,117	82,132	914,894
Distribution and transportation of goods.....	**	**	**	**	**	**
Information.....	**	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	1,920,053	112,528	1,807,524	2,134,225	5,665	1,543,048
Services.....	1,261,075	138,344	1,122,731	1,279,769	--	702,804
<b>Brazil</b>						
All industries.....	1,505,562	953,402	552,161	2,520,784	1,273,325	358,579
Raw materials and energy production.....	67,845	118,190	-50,345	124,288	13,180	237
Goods production.....	-25,462	342,377	-367,839	782,937	383,926	63,754
Distribution and transportation of goods.....	229,670	82,314	147,355	103,611	88,383	18,211
Information.....	-441,816	35,786	-477,602	63,144	74,742	29,601
Finance, insurance, real estate, and rental and leasing.....	1,488,586	322,992	1,165,594	866,095	525,100	118,718
Services.....	186,741	51,743	134,998	580,708	187,994	128,057

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 3.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation and North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation and NAICS industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued					
	Current earnings and profits (less deficit) before income taxes	Income taxes	Current earnings and profits (less deficit) after income taxes	Distributions out of earnings and profits	Dividends paid to controlling U.S. corporation	Total Subpart F income
	(6)	(7)	(8)	(9)	(10)	(11)
<b>Canada</b>						
All industries.....	18,204,275	5,059,632	13,144,643	8,144,729	3,941,111	2,122,812
Raw materials and energy production.....	3,361,145	888,091	2,473,054	1,053,274	773,294	37,524
Goods production.....	7,896,200	2,278,472	5,617,728	4,007,914	1,908,062	1,256,032
Distribution and transportation of goods.....	1,313,866	502,018	811,848	462,342	222,720	329,653
Information.....	235,571	97,038	138,534	77,783	48,896	26,565
Finance, insurance, real estate, and rental and leasing.....	3,619,278	848,742	2,770,536	892,007	454,025	216,921
Services.....	1,778,214	445,272	1,332,942	1,651,410	534,114	256,117
<b>Cayman Islands (British)</b>						
All industries.....	5,316,569	1,493,060	3,823,509	2,752,978	308,760	1,692,970
Raw materials and energy production.....	1,929,101	818,121	1,110,980	286,860	106,075	60,505
Goods production.....	1,159,014	227,667	931,347	189,872	54,277	185,826
Distribution and transportation of goods.....	**	**	**	**	**	**
Information.....	**	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	753,844	321,067	432,777	904,275	16,391	1,153,370
Services.....	1,267,713	113,124	1,154,589	1,315,645	132,017	231,337
<b>Chile</b>						
All industries.....	169,278	48,677	120,601	631,067	144,915	80,468
Raw materials and energy production.....	60,346	5,606	54,740	49,181	10,202	4,303
Goods production.....	108,631	7,914	100,717	10,343	10,739	25,086
Distribution and transportation of goods.....	37,656	2,704	34,952	6,068	--	595
Information.....	-32,337	5,285	-37,622	18,002	17,538	--
Finance, insurance, real estate, and rental and leasing.....	65,452	14,646	50,805	430,433	96,889	11,816
Services.....	-70,470	12,523	-82,992	117,039	9,547	38,668
<b>Denmark</b>						
All industries.....	9,494	62,242	-52,747	245,098	17,475	55,905
Raw materials and energy production.....	--	--	--	--	--	--
Goods production.....	-81,681	21,402	-103,083	23,787	--	16,811
Distribution and transportation of goods.....	25,191	11,228	13,963	22,420	13,283	422
Information.....	--	--	--	--	--	--
Finance, insurance, real estate, and rental and leasing.....	52,155	15,994	36,161	44,549	1,448	36,991
Services.....	13,829	13,617	212	154,342	2,744	1,681
<b>France (including Andorra and Corsica)</b>						
All industries.....	5,720,686	1,320,288	4,400,398	2,865,644	734,608	633,858
Raw materials and energy production.....	50,150	22,604	27,546	--	--	21,602
Goods production.....	1,975,080	638,973	1,336,106	924,597	349,800	167,969
Distribution and transportation of goods.....	1,105,747	290,060	815,688	403,189	78,584	13,974
Information.....	255,222	11,903	243,318	12,474	--	210,871
Finance, insurance, real estate, and rental and leasing.....	1,022,924	156,172	866,751	103,104	7,327	148,454
Services.....	1,311,564	200,576	1,110,988	1,422,279	298,898	70,989
<b>Germany</b>						
All industries.....	6,427,139	1,802,957	4,624,183	3,662,523	660,630	615,815
Raw materials and energy production.....	--	--	--	--	--	--
Goods production.....	1,954,757	701,704	1,253,053	1,062,623	193,040	151,452
Distribution and transportation of goods.....	648,061	164,413	483,648	310,359	155,070	142,069
Information.....	773,413	228,472	544,941	94,617	38,075	5,582
Finance, insurance, real estate, and rental and leasing.....	1,213,558	404,407	809,151	1,169,553	126,599	50,624
Services.....	1,837,351	303,962	1,533,389	1,025,370	147,846	266,088

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 3.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation and North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation and NAICS industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued					
	Current earnings and profits (less deficit) before income taxes	Income taxes	Current earnings and profits (less deficit) after income taxes	Distributions out of earnings and profits	Dividends paid to controlling U.S. corporation	Total Subpart F income
	(6)	(7)	(8)	(9)	(10)	(11)
<b>Hong Kong</b>						
All industries.....	3,470,610	434,578	3,036,032	2,068,512	497,855	617,222
Raw materials and energy production.....	**	**	**	**	**	**
Goods production.....	13,029	37,178	-24,150	347,352	145,214	68,151
Distribution and transportation of goods.....	629,626	97,256	532,371	396,408	15,229	282,804
Information.....	**	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	1,254,093	179,033	1,075,060	181,483	44,887	78,007
Services.....	1,039,995	36,240	1,003,755	709,872	287,356	179,059
<b>Ireland</b>						
All industries.....	14,681,537	791,968	13,889,569	4,932,475	659,405	1,842,006
Raw materials and energy production.....	--	--	--	--	--	--
Goods production.....	8,008,003	449,618	7,558,384	2,151,484	622,745	558,027
Distribution and transportation of goods.....	677,147	34,576	642,571	88,512	--	70,034
Information.....	1,007,972	112,189	895,782	25,787	--	82,670
Finance, insurance, real estate, and rental and leasing.....	904,865	145,879	758,986	651,013	1,562	266,094
Services.....	4,083,550	49,705	4,033,845	2,015,679	35,098	865,180
<b>Italy (including San Marino)</b>						
All industries.....	3,891,996	1,181,592	2,710,404	1,866,238	329,740	538,723
Raw materials and energy production.....	--	--	--	--	--	--
Goods production.....	2,277,184	777,755	1,499,428	1,077,749	252,813	212,764
Distribution and transportation of goods.....	778,155	232,497	545,657	602,950	44,580	160,756
Information.....	139,476	11,707	127,769	--	--	108,781
Finance, insurance, real estate, and rental and leasing.....	153,094	64,125	88,969	8,634	6,209	8,578
Services.....	544,088	95,508	448,580	176,904	26,139	47,845
<b>Japan (including Okinawa and Ryukyu Islands)</b>						
All industries.....	12,143,026	3,148,301	8,994,725	4,961,046	2,403,647	625,626
Raw materials and energy production.....	--	--	--	--	--	--
Goods production.....	2,764,094	1,242,735	1,521,359	2,041,500	843,835	102,594
Distribution and transportation of goods.....	1,362,499	659,400	703,100	884,052	234,389	150,289
Information.....	281,772	119,574	162,198	189,926	44,722	--
Finance, insurance, real estate, and rental and leasing.....	5,775,697	477,776	5,297,921	37,350	21,128	302,193
Services.....	1,958,964	648,817	1,310,147	1,808,218	1,259,574	70,550
<b>Luxembourg</b>						
All industries.....	5,084,975	377,167	4,707,808	3,940,717	1,293,224	1,172,756
Raw materials and energy production.....	**	**	**	**	**	**
Goods production.....	1,190,593	178,398	1,012,195	747,987	74,672	110,142
Distribution and transportation of goods.....	2,252,878	48,316	2,204,562	2,139,633	1,129,614	775,029
Information.....	**	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	347,344	61,528	285,815	26,321	318	39,557
Services.....	1,522,461	71,593	1,450,868	943,992	5,836	248,028
<b>Malaysia</b>						
All industries.....	1,230,857	80,421	1,150,436	1,463,171	1,076,402	314,160
Raw materials and energy production.....	--	--	--	--	--	--
Goods production.....	1,048,868	27,490	1,021,378	1,347,869	994,396	309,063
Distribution and transportation of goods.....	8,843	3,003	5,840	25,789	25,813	1,656
Information.....	--	--	--	--	--	--
Finance, insurance, real estate, and rental and leasing.....	149,435	49,569	99,866	64,013	56,193	882
Services.....	23,710	359	23,351	25,500	--	2,560
<b>Mexico</b>						
All industries.....	7,439,151	1,883,829	5,555,322	1,688,222	583,238	539,006
Raw materials and energy production.....	189,298	-687	189,986	10,369	10,449	40,119
Goods production.....	3,467,861	954,732	2,513,129	805,242	253,998	347,182
Distribution and transportation of goods.....	1,229,851	363,756	866,096	403,103	20,384	26,273
Information.....	-164,347	--	-164,347	--	--	20,288
Finance, insurance, real estate, and rental and leasing.....	2,045,884	389,637	1,656,247	238,558	167,396	68,491
Services.....	670,603	176,391	494,212	230,950	131,011	36,652

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 3.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation and North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation and NAICS industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued					
	Current earnings and profits (less deficit) before income taxes	Income taxes	Current earnings and profits (less deficit) after income taxes	Distributions out of earnings and profits	Dividends paid to controlling U.S. corporation	Total Subpart F income
	(6)	(7)	(8)	(9)	(10)	(11)
<b>Netherlands</b>						
All industries.....	32,587,033	5,196,951	27,390,082	10,433,285	1,404,933	3,098,938
Raw materials and energy production.....	2,974,008	981,957	1,992,050	1,599,116	--	103,814
Goods production.....	19,489,908	2,608,528	16,881,380	4,944,186	1,061,919	1,115,755
Distribution and transportation of goods.....	2,777,867	581,396	2,196,471	1,830,271	59,555	302,903
Information.....	476,159	158,219	317,940	15,000	--	218,443
Finance, insurance, real estate, and rental and leasing.....	2,404,028	319,024	2,085,003	533,028	--	683,274
Services.....	4,465,063	547,826	3,917,237	1,511,684	283,458	674,749
<b>New Zealand</b>						
All industries.....	612,218	94,280	517,938	276,983	6,796	254,655
Raw materials and energy production.....	225,743	33,358	192,385	174,300	--	1,928
Goods production.....	-15,660	22,443	-38,103	808	--	1,146
Distribution and transportation of goods.....	44,079	10,071	34,007	604	--	742
Information.....	--	--	--	--	--	--
Finance, insurance, real estate, and rental and leasing.....	193,670	29,240	164,430	67,122	6,796	106,055
Services.....	164,386	-832	165,218	34,149	--	144,785
<b>Norway</b>						
All industries.....	552,623	273,855	278,768	152,095	113,534	43,073
Raw materials and energy production.....	394,075	226,341	167,734	125,249	110,132	4,499
Goods production.....	119,546	28,356	91,190	2,195	--	1,967
Distribution and transportation of goods.....	28,230	12,981	15,249	8,532	3,402	7,163
Information.....	**	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	**	**	**	**	**	**
Services.....	40,093	4,078	36,015	16,119	--	27,097
<b>Philippines</b>						
All industries.....	898,411	111,396	787,015	284,660	54,235	31,627
Raw materials and energy production.....	407,842	56,647	351,195	184,346	--	2,910
Goods production.....	228,719	37,870	190,849	55,029	45,022	2,964
Distribution and transportation of goods.....	--	--	--	--	--	--
Information.....	--	--	--	--	--	--
Finance, insurance, real estate, and rental and leasing.....	223,822	15,718	208,104	45,150	9,213	22,118
Services.....	38,028	1,161	36,867	136	--	3,634
<b>Singapore</b>						
All industries.....	2,352,902	260,785	2,092,117	2,518,016	1,253,685	1,100,222
Raw materials and energy production.....	**	**	**	**	**	**
Goods production.....	899,403	89,106	810,298	1,206,229	290,039	920,902
Distribution and transportation of goods.....	396,582	58,409	338,174	37,248	--	95,666
Information.....	**	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	115,091	34,872	80,219	97,235	--	13,009
Services.....	929,659	71,237	858,422	1,159,647	960,572	70,645
<b>South Korea, Republic of</b>						
All industries.....	2,004,694	581,755	1,422,939	570,638	364,355	104,194
Raw materials and energy production.....	93,014	7,437	85,577	47,108	29,853	913
Goods production.....	1,184,389	289,927	894,462	250,942	110,675	39,389
Distribution and transportation of goods.....	360,335	133,184	227,152	176,287	150,708	19,281
Information.....	141,234	51,260	89,974	71,118	71,050	1,186
Finance, insurance, real estate, and rental and leasing.....	137,813	32,847	104,967	2,241	2,069	42,282
Services.....	87,909	67,101	20,808	22,941	--	1,143
<b>Spain</b>						
All industries.....	3,619,873	1,388,715	2,231,157	2,097,871	765,841	583,313
Raw materials and energy production.....	**	**	**	**	**	**
Goods production.....	1,341,523	336,772	1,004,751	684,062	112,396	514,294
Distribution and transportation of goods.....	1,510,805	895,047	615,758	563,929	232,016	54,557
Information.....	**	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	260,502	36,400	224,102	437,850	80,491	6,793
Services.....	424,940	108,482	316,458	404,998	334,032	7,333

Footnotes at end of table.

# Controlled Foreign Corporations, 2002

**Table 3.--U.S. Corporations with Total Assets of \$500 Million or More and Their 7,500 Largest Controlled Foreign Corporations: Number, Assets, Receipts, Earnings, Taxes, Distributions, and Subpart F Income, by Selected Country of Incorporation and North American Industry Classification System (NAICS) Industrial Sector of Controlled Foreign Corporation--Continued**

[Money amounts are in thousands of dollars]

Selected country of incorporation and NAICS industrial sector of 7,500 largest Controlled Foreign Corporations	7,500 largest Controlled Foreign Corporations--Continued					
	Current earnings and profits (less deficit) before income taxes	Income taxes	Current earnings and profits (less deficit) after income taxes	Distributions out of earnings and profits	Dividends paid to controlling U.S. corporation	Total Subpart F income
	(6)	(7)	(8)	(9)	(10)	(11)
<b>Sweden</b>						
All industries.....	994,089	249,963	744,126	1,032,679	109,970	729,914
Raw materials and energy production.....	--	--	--	--	--	--
Goods production.....	-340,920	48,421	-389,341	67,775	--	5,044
Distribution and transportation of goods.....	896,327	89,837	806,491	915,316	108,383	609,136
Information.....	283,269	58,014	225,256	--	--	39,699
Finance, insurance, real estate, and rental and leasing.....	443,664	37,539	406,126	2,534	1,587	18,054
Services.....	-288,252	16,153	-304,406	47,054	--	57,980
<b>Switzerland</b>						
All industries.....	14,455,517	1,017,479	13,438,039	5,562,265	1,184,452	2,135,910
Raw materials and energy production.....	**	**	**	**	**	**
Goods production.....	6,834,656	465,863	6,368,793	2,076,456	609,324	975,418
Distribution and transportation of goods.....	2,748,687	195,354	2,553,333	1,141,066	379,960	430,114
Information.....	**	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	814,666	133,346	681,320	363,599	21,356	145,641
Services.....	4,456,535	217,009	4,239,526	1,981,144	173,812	556,797
<b>United Kingdom</b>						
All industries.....	20,674,228	4,804,193	15,870,035	15,612,317	3,484,464	3,755,212
Raw materials and energy production.....	3,808,716	996,487	2,812,229	1,932,217	592,698	615,013
Goods production.....	3,507,056	970,138	2,536,918	2,221,324	341,259	707,097
Distribution and transportation of goods.....	1,880,286	354,947	1,525,338	559,394	209,157	89,349
Information.....	-6,570,560	128,550	-6,699,110	225,681	110,373	230,275
Finance, insurance, real estate, and rental and leasing.....	8,927,112	1,538,754	7,388,357	3,791,675	214,508	1,289,568
Services.....	9,121,618	815,316	8,306,302	6,882,027	2,016,469	823,911
<b>Venezuela</b>						
All industries.....	749,223	154,938	594,284	634,344	75,362	15,032
Raw materials and energy production.....	110,380	15,637	94,743	117,665	28,744	4,274
Goods production.....	389,620	32,875	356,746	323,697	33,816	3,964
Distribution and transportation of goods.....	**	**	**	**	**	**
Information.....	**	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	107,235	2,859	104,376	--	--	--
Services.....	-67,496	24,295	-91,791	28,046	12,802	6,368
<b>European Union, total (some countries included above)</b>						
All industries.....	98,573,292	17,989,102	80,584,191	48,395,918	10,048,887	15,778,476
Raw materials and energy production.....	6,900,838	2,023,895	4,876,943	3,614,117	675,481	740,764
Goods production.....	40,591,239	7,140,570	33,450,669	14,378,148	3,080,225	3,728,672
Distribution and transportation of goods.....	12,899,211	2,810,948	10,088,263	7,505,520	2,068,747	2,322,916
Information.....	-3,732,223	768,345	-4,500,568	485,509	155,354	901,454
Finance, insurance, real estate, and rental and leasing.....	15,954,212	2,843,103	13,111,109	6,803,893	445,888	2,701,761
Services.....	25,960,015	2,402,240	23,557,776	15,608,731	3,623,191	5,382,908
<b>European Monetary Union, total (some countries included above)</b>						
All industries.....	76,895,482	12,872,704	64,022,778	31,505,823	6,436,978	11,237,445
Raw materials and energy production.....	3,092,122	1,027,408	2,064,714	1,681,900	82,784	125,752
Goods production.....	37,506,784	6,100,609	31,406,175	12,065,262	2,738,966	2,999,720
Distribution and transportation of goods.....	10,097,406	2,354,936	7,742,471	6,008,390	1,737,924	1,624,009
Information.....	2,555,068	581,782	1,973,286	259,828	44,981	631,480
Finance, insurance, real estate, and rental and leasing.....	6,531,281	1,250,816	5,280,465	2,965,135	228,345	1,357,148
Services.....	17,112,821	1,557,153	15,555,668	8,525,309	1,603,978	4,499,336
<b>OPEC countries, total (some countries included above)</b>						
All industries.....	1,710,127	485,447	1,224,680	1,193,698	187,039	18,148
Raw materials and energy production.....	852,334	298,603	553,731	605,317	115,079	4,274
Goods production.....	446,824	44,345	402,479	338,604	33,816	4,951
Distribution and transportation of goods.....	**	**	**	**	**	**
Information.....	**	**	**	**	**	**
Finance, insurance, real estate, and rental and leasing.....	231,468	31,801	199,667	40,037	19,426	2,129
Services.....	-67,496	24,295	-91,791	28,046	12,802	6,368

\*\*Not shown to avoid disclosure of information on specific corporations. However, the data are included in the appropriate totals.

<sup>1</sup> Number of returns is not additive because some U.S. corporations had Controlled Foreign Corporations in more than one industrial sector. The industrial activity of the parent corporation filing the return often differs from the Controlled Foreign Corporations.

NOTE: Detail may not add to totals because of rounding and because data are shown for selected countries only.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

by Victoria L. Bryant and Peter J. Sailer

**F**or 2002, individual income taxpayers contributed approximately \$42.3 billion to Individual Retirement Arrangements (IRAs). This represented an 18.3-percent increase over the contributions for 2001. In addition, \$204.4 billion came into IRAs during 2002 as rollovers, usually from employer-sponsored plans (such as 401(k) plans). These rollovers represented an 8.8-percent increase over rollovers for 2001.

In spite of the increase in funds flowing into IRAs for 2002, the yearend fair market value of those arrangements fell from just over \$2.6 trillion for 2001 to just over \$2.5 trillion for 2002. A part of the decrease was related to the increase in withdrawals from IRA accounts--from \$114.7 billion in 2001 to \$123.3 billion in 2002. However, the major reason was the poor return on investment shown by these accounts in 2002--in fact, they showed a negative return of \$210 billion, as opposed to a negative return of \$120.6 billion for 2001. Amounts flowing in and out of IRAs during 2001 and 2002 are shown in Figure A, along with comparative data for 2000. Tax Year 2000 was the first year for which such data were produced [1].

**Figure A**

## Computation of Year-End FMV of IRAs, 2000-2002

Computation of year-end fair market value (FMV)	2000	2001	2002
	Amount (\$1,000)	Amount (\$1,000)	Amount (\$1,000)
	(1)	(2)	(3)
Beginning of year FMV.....	2,651,203,109	2,631,165,051	2,619,376,420
+ Contributions.....	36,484,610	35,747,421	42,297,246
+ Rollovers.....	225,636,922	187,799,333	204,395,870
- Withdrawals.....	106,294,344	114,696,049	123,336,726
+/- Return on investment.....	-177,721,230	-120,639,336	-210,008,306
= End of year FMV.....	2,629,309,067	2,619,376,420	2,532,724,504

Details on retirement accounts by type of Individual Retirement Arrangement are shown in Table 1 (Tax Year 2001) and Table 6 (Tax Year 2002). Table 6 shows that, of the \$2.5 trillion invested in

IRA accounts at yearend 2002, the vast majority (\$2.3 trillion, or 91.7 percent) was invested in traditional IRA accounts--the original type first established in 1974. The remainder was held in Simplified Employee Pension (SEP) plans (\$117.0 billion), Roth IRA plans (\$77.6 billion), Savings Incentive Match Plans for Employees (SIMPLE) plans (\$16.1 billion), and Education IRA plans (\$0.3 billion). Each of these types of IRAs is explained in the next section.

## Types of Plans

### Traditional IRAs

The Employee Retirement Income Security Act (ERISA) of 1974 created Individual Retirement Arrangements (IRAs). These first IRAs, termed traditional IRAs, were still the principal type of IRAs held by most taxpayers in 2001 and 2002. In general, contributions to traditional IRAs could be made by individuals who received taxable compensation (e.g., wages, salaries, commissions, self-employment income). For 2001, the general limit was the smaller of \$2,000 or the individual's taxable compensation. Additional restrictions based on age, coverage by a retirement plan at work, income, and filing status limited the amount that could be contributed in any particular tax year and whether the contribution could be deductible from income. In general, taxpayers less than 70 ½ years of age who were not covered by a retirement plan at work could make a traditional IRA contribution that would be deductible on their income tax returns. However, this deduction could be limited based on income level and filing status if the taxpayer's spouse was covered by an employer-sponsored retirement plan. For example, for 2001, a married taxpayer filing jointly had his or her deduction limited when modified adjusted gross income levels were \$160,000 or more and the other spouse had employer coverage. Modified adjusted gross income is adjusted gross income figured without taking into account any IRA deduction or foreign earned income exclusion or foreign housing exclusion (deduction), any student loan interest, any qualified bond interest exclusion, and certain tax-exempt interest amounts [2]. Before 59 ½ years of age, withdrawals from traditional IRAs were subject to a 10-percent additional tax with certain exceptions (e.g., unreimbursed medical expenses that were not more than 7.5 percent of adjusted gross income,

*Victoria L. Bryant was formerly an economist with the Individual Special Projects Section, and Peter J. Sailer is chief of that section.*

## Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

distributions to buy, build, or rebuild a first home, and distributions for higher education expenses). In general, distributions from the plan were required to begin by April 1 of the year following the year in which the taxpayer reached age 70 ½ and were taxed as ordinary income.

For Tax Year 2002, the maximum contribution amount for traditional IRAs was raised to \$3,000 for taxpayers under age 50 and \$3,500 for those age 50 or older (the extra \$500 being a “catchup” contribution; both catchup contributions and the higher limits were legislated by the Economic Growth and Tax Relief Reconciliation Act of 2001 (EGTRRA)). Of the 5.56 million taxpayers in 2002 who contributed to a traditional IRA, 2.95 million taxpayers, or 53 percent, took advantage of the increased limit (see Table 11). A total of 1.3 million taxpayers, or 42.7 percent of all traditional IRA contributors age 50 years and older, took advantage of the \$3,500 maximum. For 2002, average contributions rose significantly for all except the youngest age groups, but most notably for taxpayers age 50 and over (see Figure B).

### SEP IRAs

Employer-sponsored Simplified Employee Pension IRAs (SEP-IRAs), introduced in the Revenue Act of 1978, allow employers to make contributions to their employees’ retirements. Self-employed individuals could also use a SEP-IRA to contribute to their own retirements. For 2001, an employer could contribute up to 15 percent of an employee’s compensation (based on the first \$170,000 of compensation), or \$25,500. For 2002, this increased to 25 percent and the amount of compensation that could be taken into account to \$200,000. The statistics presented in this article include both the contributions made by the employer on behalf of the employee, as well as contributions made by a self-employed individual.

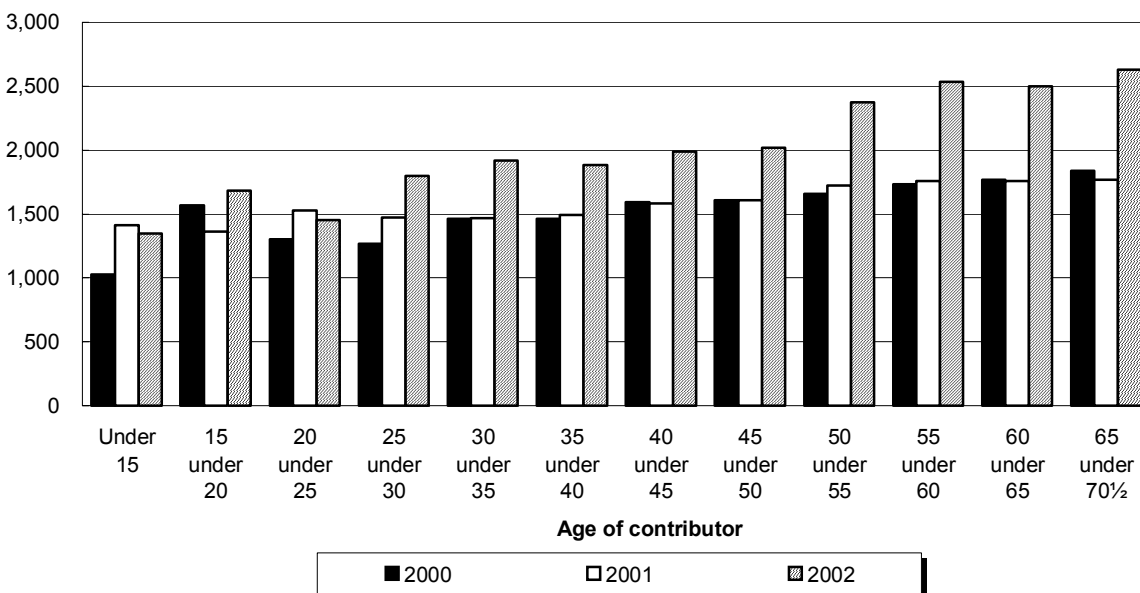
### SIMPLE IRAs

Savings Incentive Match Plans for Employees (SIMPLE) IRAs, introduced in the Small Business Job Protection Act of 1996, also provide a mechanism for employers (including self-employed individuals) to provide a tax-favored retirement plan for their employees. In addition to employee-

**Figure B**

### Average Traditional IRA Contributions, by Age, 2000-2002

Average contribution (\$)



## Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

determined “salary reduction contributions,” employers must make either matching contributions or nonelective contributions. For 2001, employee “salary reduction contributions” to a SIMPLE plan were limited to \$6,500. Employer matching contributions could not exceed more than 3 percent of an employee’s compensation for the year, while nonelective contributions were limited to 2 percent of an employee’s compensation for the year. For 2001, only \$170,000 of an employee’s compensation could be used to determine the nonelective contribution limits. For 2002, the limit on “salary reduction contributions” was raised to \$7,000, with up to \$500 more available to employees age 50 and over as a “catchup contribution.” In addition, the amount of compensation that could be used to determine nonelective contribution limits was raised from \$170,000 to \$200,000. The statistics reported in this article include both the amounts contributed as employee-determined “salary reduction contributions,” as well as the employer’s matching or nonelective contributions.

### **Roth IRAs**

Roth IRAs, introduced in the Taxpayer Relief Act of 1997, differ from traditional IRAs in several substantive ways. Contributions to Roth IRAs are never tax-deductible. However, qualified distributions from these plans, which are not required, are tax-free. Like other IRAs, investment returns in the plan are not taxed each year. Contributions can be made regardless of age. However, no Roth IRA contributions were allowed for married taxpayers filing jointly who had modified adjusted gross incomes over \$160,000 (over \$10,000 if they filed separately), or unmarried taxpayers with modified adjusted gross incomes over \$110,000. For 2001, subject to certain income and filing status limitations, individuals with taxable compensation could make contributions up to \$2,000. Additional contribution limitations based on contributions to other types of IRA plans also applied. For Tax Year 2002, the maximum contribution amount for Roth IRAs was raised to \$3,000 for taxpayers under age 50 and \$3,500 for those age 50 or older (the extra \$500 being a “catchup” contribution).

### **Education IRAs (or Coverdell Education Savings Accounts)**

Education IRAs, later renamed Coverdell Education Savings Accounts (ESAs) in July 2001, were intro-

duced in the Taxpayer Relief Act of 1997. For 2001, individuals meeting certain income requirements were allowed to contribute up to \$500 (for a child under age 18) to a trust or custodial account created to pay for qualified higher education expenses for the child. For 2002, the maximum contribution rose to \$2,000. Contributions, which could be made by any individual whose modified adjusted gross income was less than \$110,000, were not tax-deductible; thereafter, however, amounts contributed grew tax-free. (For married couples filing jointly, the income limitation was \$160,000 for 2001 and \$220,000 for 2002.) Withdrawals were also tax-free if the amounts were not more than the child’s qualified education expenses at an eligible educational institution.

Tables 1 and 6 show only 82,088 taxpayers contributing to Coverdell Education IRAs for Tax Year 2001, only 155,849 for 2002. However, these figures vastly understate the popularity of this type of plan, since most owners of these plans are nonfiling minors. The error is further compounded by the fact that some parents and grandparents erroneously give their own Social Security numbers as those of the owners, and do so on accounts for all their children. So, each record tabulated on the Coverdell Education IRA line may represent several owners (children), none of which is the actual taxpayer. In Figure C, data are tabulated for all Coverdell plans, whether or not owned by a taxpayer. Both the Social Security number and the first name shown on Form 5498 were used to determine number of accounts, so that the number should be accurate even if a parent used his or her Social Security number to set up accounts for more than one child. Figure C shows that contributions were made to 906,991 children’s accounts for 2001, and 928,506 children’s accounts for 2002. At the end of 2002, there were nearly 1.9 million children with investments in Coverdell ESAs.

### **Trends in Contributions**

#### **Contributions by Size of Income**

For 2001, approximately 143.2 million taxpayers (79 percent of the total 181.2 million taxpayers) were eligible to make IRA contributions (Table 2). “Eligible” taxpayers, as defined in this article, are those who qualified under Federal income tax law to make deductible or nondeductible contributions to a traditional or Roth IRA plan. In other words, they included all taxpayers under age 70 ½ showing

**Figure C****Education IRA Accounts of Filers and Nonfilers, 2000-2002**

Tax year	Contributions			Fair market value (end of year)		
	Number of account holders	Amount (\$1,000)	Average (\$1)	Number of account holders	Amount (\$1,000)	Average (\$1)
	(1)	(2)	(3)	(4)	(5)	(6)
2000.....	962,208	451,936	470	1,893,188	1,513,318	799
2001.....	906,991	407,152	449	1,681,266	1,408,888	838
2002.....	928,506	926,668	998	1,888,055	1,814,304	961

earned income on their returns, as well as taxpayers 70 ½ and older, as long as they had earned income and modified adjusted gross incomes under legally specified limits for Roth IRAs. Of the 143.2 million taxpayers eligible to make a contribution, only 15.2 million taxpayers, or 10.6 percent, did contribute, based on end-of-year reporting (Figure D and Table 2). For 2002, the percentage of all taxpayers who were eligible to contribute to IRA plans still stood around 79 percent; the percentage of eligible taxpayers who actually made contributions dropped slightly to 10.3 percent. In both years, participation rates increased with size of positive adjusted gross income, as did average contributions [3]. Participation rates and average contributions were also high in the “no adjusted gross income” category, which contains many well-to-do individuals who experienced temporary losses in the given tax year.

**Contributions by Age of Contributor**

Average contributions generally rose with the age of the taxpayer. Figure E shows that, for 2002, average contributions rose steadily from the “under 25” through the 55 under 60 age groups, dropped off slightly through age 75, but then rose again for those few workers in the “75 under 80” and “80 and over” age groups. In fact, the highest average contributions to all types of IRA plans came from the “80 and over” age group. The contrast between the age groups was accentuated by the liberalization of the provisions affecting each of the IRA contributions, as detailed in the previous section.

**Contributions by Gender and Filing Status**

On average, married individuals filing joint returns with their spouses contribute larger amounts to their IRA accounts than do individuals filing nonjoint

returns (Figure F). Within those two groups, men tend to contribute more than women. This pattern held true for each of the years (2000 through 2002) for which data have been produced, even as average amounts increased substantially as a result of the liberalized caps on contributions for 2002 under the Economic Growth and Tax Relief Reconciliation Act of 2001 (EGTRRA).

**Summary**

Approximately 48.4 million taxpayers held \$2.6 trillion in individual retirement arrangements (IRAs) based on the yearend 2001 fair market value of their plans. For Tax Year 2001, more than 15.2 million taxpayers made contributions of \$35.7 billion. Only 5.0 million taxpayers were able to deduct their contributions on their individual income tax returns; about one-third (\$11.9 billion) of the \$35.7 billion in contributions was deductible. More than 3.8 million taxpayers rolled over \$187.8 billion in IRA plans. For 2001, taxpayers also converted \$3.1 billion from traditional IRAs to Roth IRAs. Approximately 10.4 million taxpayers withdrew \$114.7 billion from their plans.

Approximately 49.9 million taxpayers held \$2.5 trillion in IRAs at yearend 2002. Only slightly more than 14.6 million taxpayers, down from the previous year, made contributions of \$42.3 billion, increased from 2001. However, only 4.3 million taxpayers, slightly fewer than in the previous year, had deductible contributions on their income tax returns. For 2002, over one-third (\$14.8 billion) of the \$42.3 billion in contributions was deductible. In 2002, more than 3.9 million taxpayers rolled over \$204.4 billion to IRA plans, up from \$187.8 billion in 2001. Along with that, \$3.3 billion were converted from traditional IRAs into Roth IRAs. Finally, more than 11.4 million taxpayers

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Figure D**

## Taxpayers with IRA Contributions, by Size of Adjusted Gross Income, 2000-2002

Tax year, size of adjusted gross income <sup>1</sup>	Eligible taxpayers <sup>2</sup>	Contributing taxpayers <sup>3</sup>	Percent of eligible	Amount (\$1,000) <sup>4</sup>	Average (\$1)
	(1)	(2)	(3)	(4)	(5)
<b>Tax year 2000</b>					
<b>All taxpayers, total.....</b>	<b>159,948,774</b>	<b>15,124,668</b>	<b>9.5</b>	<b>36,484,610</b>	<b>2,412</b>
<b>Taxpayers on returns reporting:</b>					
No adjusted gross income.....	751,855	83,453	11.1	174,793	2,095
\$1 under \$10,000.....	23,414,543	659,010	2.8	896,514	1,360
\$10,000 under \$20,000.....	23,762,718	896,798	3.8	1,345,290	1,500
\$20,000 under \$30,000.....	20,744,570	1,369,215	6.6	2,288,102	1,671
\$30,000 under \$40,000.....	16,806,657	1,494,442	8.9	2,608,623	1,746
\$40,000 under \$50,000.....	14,588,129	1,451,418	9.9	2,704,748	1,864
\$50,000 under \$75,000.....	26,755,989	2,995,003	11.2	6,418,792	2,143
\$75,000 under \$100,000.....	14,690,037	2,233,524	15.2	5,565,290	2,492
\$100,000 under \$200,000.....	13,900,677	2,952,183	21.2	9,128,746	3,092
\$200,000 or more.....	4,533,600	989,623	21.8	5,353,711	5,410
<b>Tax year 2001</b>					
<b>All taxpayers, total.....</b>	<b>143,247,102</b>	<b>15,223,997</b>	<b>10.6</b>	<b>35,747,421</b>	<b>2,348</b>
<b>Taxpayers on returns reporting:</b>					
No adjusted gross income.....	518,964	113,336	21.8	225,546	1,990
\$1 under \$10,000.....	21,220,450	565,399	2.7	918,496	1,625
\$10,000 under \$20,000.....	20,361,679	902,002	4.4	1,379,838	1,530
\$20,000 under \$30,000.....	18,217,621	1,344,560	7.4	2,092,709	1,556
\$30,000 under \$40,000.....	15,076,481	1,458,985	9.7	2,573,490	1,764
\$40,000 under \$50,000.....	12,938,114	1,483,241	11.5	2,733,256	1,843
\$50,000 under \$75,000.....	24,459,316	3,157,531	12.9	6,446,444	2,042
\$75,000 under \$100,000.....	13,816,910	2,235,630	16.2	5,054,286	2,261
\$100,000 under \$200,000.....	13,181,324	3,065,524	23.3	9,412,305	3,070
\$200,000 or more.....	3,456,243	897,789	26.0	4,911,051	5,470
<b>Tax year 2002</b>					
<b>All taxpayers, total.....</b>	<b>142,457,497</b>	<b>14,613,508</b>	<b>10.3</b>	<b>42,297,246</b>	<b>2,894</b>
<b>Taxpayers on returns reporting:</b>					
No adjusted gross income.....	659,722	109,318	16.6	289,908	2,652
\$1 under \$10,000.....	20,646,381	502,398	2.4	940,633	1,872
\$10,000 under \$20,000.....	20,236,721	870,664	4.3	1,519,695	1,745
\$20,000 under \$30,000.....	18,212,923	1,367,955	7.5	2,586,440	1,891
\$30,000 under \$40,000.....	15,098,998	1,381,540	9.1	2,988,986	2,164
\$40,000 under \$50,000.....	12,767,911	1,435,404	11.2	3,205,260	2,233
\$50,000 under \$75,000.....	24,107,809	2,961,027	12.3	7,521,050	2,540
\$75,000 under \$100,000.....	14,299,535	2,248,668	15.7	6,568,178	2,921
\$100,000 under \$200,000.....	13,146,669	2,828,705	21.5	10,865,783	3,841
\$200,000 or more.....	3,280,828	907,829	27.7	5,811,530	6,402

<sup>1</sup> On joint returns, both taxpayers are placed into the same adjusted gross income class, as determined by the total amount on the return.

<sup>2</sup> Eligible taxpayers are all those who met the more liberal of the traditional IRA or Roth IRA conditions; i.e., for taxpayers under age 70 ½, anybody with earned income; for those 70 ½ and older, anybody with earned income and modified adjusted gross income under the threshold specified for Roth IRAs.

<sup>3</sup> Contributing taxpayers include a very small number of individuals not shown as eligible in column (1) who have SEP or SIMPLE IRA contributions, presumably made on their behalf by their employers. For 2002, this number was 8,518.

<sup>4</sup> In the case of SEP and SIMPLE plans, total contributions include contributions made by the taxpayer directly as well as those made by an employer.

withdrew \$123.3 billion from their plans, up from the previous year.

## Explanation of Selected Terms

**Fair Market Value (FMV).**--On Form 5498, the trustee holding an IRA account reports to the owner and to the IRS the value of that account at year's end (i.e., on December 31). Beginning-of-year FMV

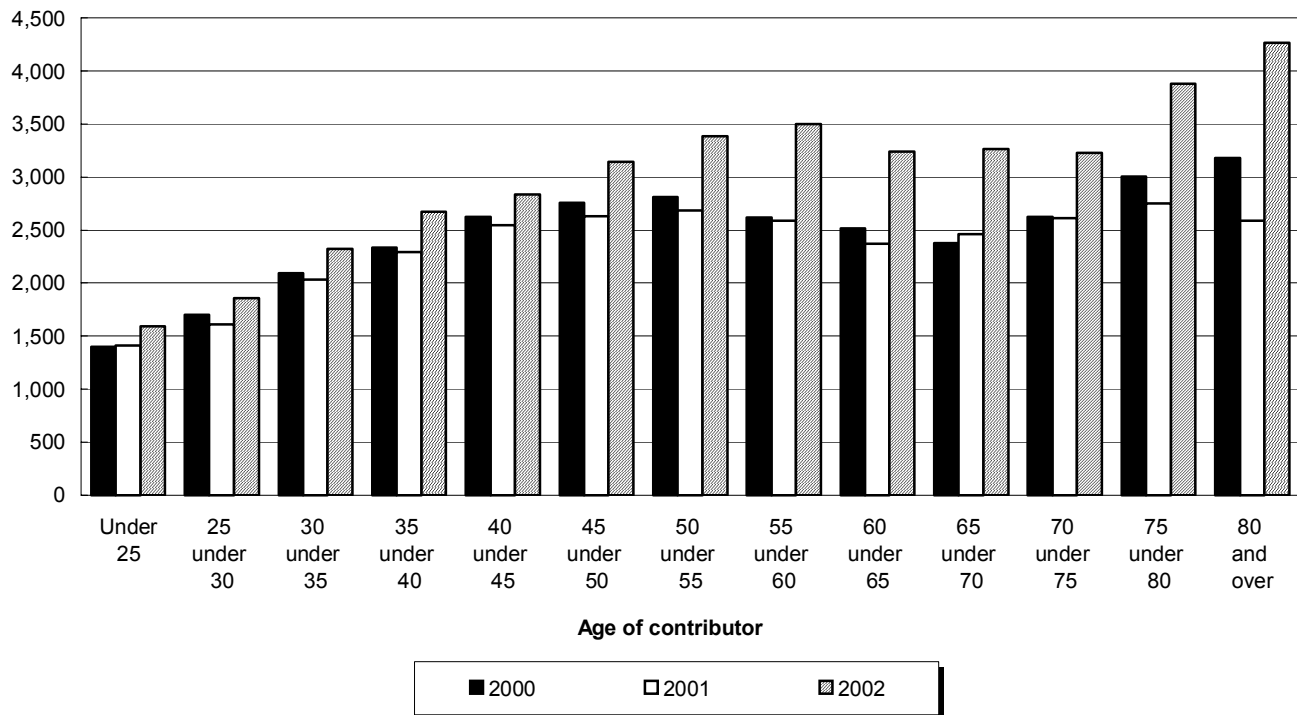
is the same as the previous year's yearend FMV and was derived from the previous year's sample. However, the records in that sample were matched to the following year's return (whether or not it had been sampled for the Statistics of Income program) to determine marital status and level of adjusted gross income in the following year.

## Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Figure E**

### Average Contribution to All IRA Types, by Age, 2000-2002

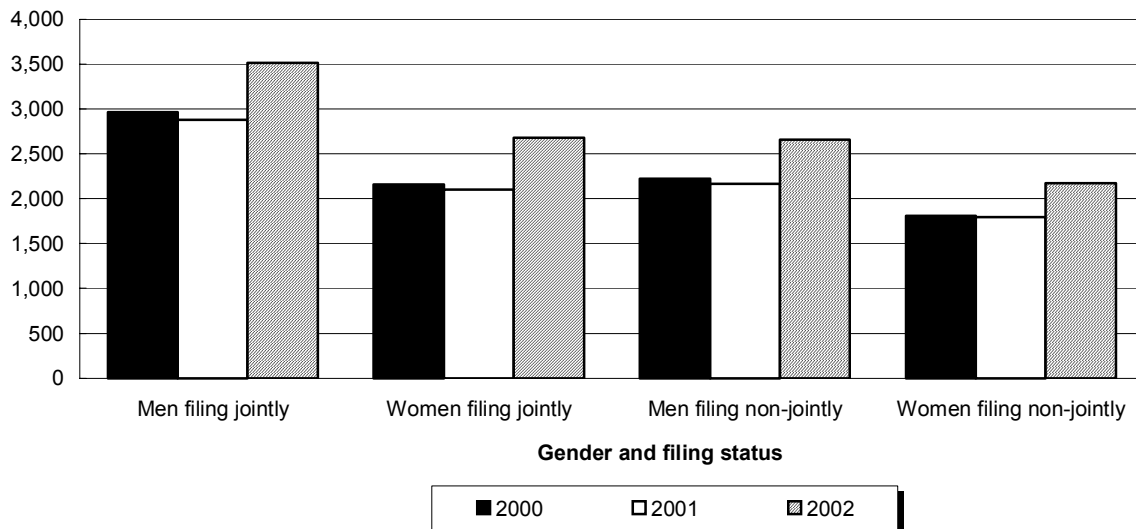
Average contribution (\$)



**Figure F**

### Average IRA Contribution, by Gender and Filing Status, 2000-2002

Average contribution (\$)



## Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Rollovers.**--Rollovers are amounts transferred from one account to another. In most cases, the amounts identified as "rollovers" on Form 5498 represent withdrawals from employer-sponsored plans (such as 401(k) plans) that are then invested in traditional IRA plans. Also included are some transfers from one traditional IRA plan to another--but only if the taxpayer makes the withdrawal on his or her own and deposits the amount into another (or even the same) IRA account within 60 days. Trustee-to-trustee transfers are not generally considered rollovers; however, if a taxpayer made a contribution to one IRA during 2001, and later in the year decided to "recharacterize" it as a contribution to another IRA, the amount recharacterized is also shown as a rollover.

**Roth Conversions.**--Owners of traditional IRAs were able to convert them to Roth IRAs as long as they met the income limitations for making Roth IRA contributions. Under certain circumstances, SEP or SIMPLE IRAs could also be converted to Roth IRAs; however, these amounts could not be identified separately for the purpose of these statistics.

### Data Sources and Limitations

The data presented in this article are based on information collected from matched samples of Forms 1040, *U.S. Individual Income Tax Return*; Forms 5498, *IRA Contribution Information*; and Forms 1099-R, *Distributions From Pensions, Annuities, Retirement or Profit-Sharing Plans, IRAs, Insurance Contracts, etc.*; for Tax Years 2001 and 2002. Data from individual income tax returns (Form 1040) are based on a stratified weighted sample [4]. For a general description of the sampling procedures and data limitations of Statistics of Income tabulations, see *Statistics of Income, Individual Income Tax Returns 2001* and *Statistics of Income, Individual Income Tax Returns 2002*.

In addition to the limitations of the Form 1040 sample described in the above-referenced report, special limitations apply to the Form 5498 data. As is true of Form 1040, these data are before audit. In the case of contributions to IRA plans, this means that some Forms 5498 show amounts in excess of the maximum allowable contribution. Based on research conducted on previous years' files, formulas were developed to either disallow the excess amounts or move them into the "rollover" category.

An additional reporting error that could be identified but not corrected involved parents and grandparents who set up education IRAs for their children, but provided their own Social Security numbers (SSNs) in the "Beneficiary SSN" box. These amounts are shown in the age, gender, and income category of the donor, not the beneficiary.

Distributions shown on Forms 1099-R were considered IRA distributions if either the "IRA/SEP/SIMP" box was checked, or if one of the category boxes contained a code indicating Roth, Coverdell Education, or early SIMPLE IRA distributions. If all that was checked was the "IRA/SEP/SIMP" box, an allocation had to be made to Traditional, SEP, or SIMP IRA distributions in order to classify the taxpayer in Tables 1 and 6. If the taxpayer's Form 5498 indicated a fair market value in one of those plans, it was chosen as the source of the distribution. All remaining amounts were classified as traditional IRA distributions.

### Notes and References

- [1] Sailer, Peter J. and Nutter, Sarah E., "Accumulation and Distribution of Individual Retirement Arrangements, 2000," *SOI Bulletin*, Spring 2004, Volume 23, Number 4, pp.121-134.
- [2] See Publication 590, *Individual Retirement Arrangements (IRAs) (Including Roth IRAs and Education IRAs)*, Internal Revenue Service, Department of the Treasury, for more information on eligibility requirements and limitations. See also Internal Revenue Code Section 408, *Individual Retirement Accounts*.
- [3] Taxpayers are grouped according to the adjusted gross income reported on the tax return. Thus, a married-filing-jointly return with \$200,000 in adjusted gross income results in two taxpayers reported in the "\$200,000 under \$500,000" category.
- [4] For more information on matching and sampling procedures, see Sailer, Peter J.; Weber, Michael, E.; and Gurka, Kurt S., "Are Taxpayers Increasing the Buildup of Retirement Assets? Preliminary Results From a Matched File of Tax Year 1999 Tax Returns and Information Returns," *National Tax Association*,

## Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

*Proceedings, Ninety-Fifth Annual Conference*, 2002, pp. 364-369. In addition, for comparisons of these statistics with those produced by the Federal Reserve Board and the Investment Company Institute see, Sailer, Peter; Gurka,

Kurt; and Holden, Sarah, "Accumulation and Distribution of Retirement Assets, 1996-2000--Results from a Matched File of Tax Returns and Information Returns," presented at the 2003 American Statistical Association Meetings.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 1.--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Type, Tax Year 2001**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Type of plan	Beginning of year FMV <sup>1</sup>		Total contributions <sup>2</sup>		Contributions deductible on Form 1040		Rollovers	
	Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>Total.....</b>	<b>46,321,802</b>	<b>2,631,165,051</b>	<b>15,223,996</b>	<b>35,747,421</b>	<b>5,031,660</b>	<b>11,857,670</b>	<b>3,872,587</b>	<b>187,799,333</b>
Traditional IRA Plans.....	38,239,941	2,410,188,634	5,564,634	9,180,768	4,300,497	7,406,867	3,872,587	187,799,333
SEP Plans.....	3,309,440	134,033,904	1,786,931	10,071,870	634,722	3,860,932	n/a	n/a
SIMPLE Plans.....	1,416,669	9,173,924	1,728,736	5,468,896	136,638	589,871	n/a	n/a
Roth IRA Plans.....	9,488,455	77,537,617	6,806,294	10,984,011	n/a	n/a	n/a	n/a
Education IRA Plans <sup>3</sup> .....	239,210	230,973	82,088	41,876	n/a	n/a	n/a	n/a

Type of plan	Roth conversions		Withdrawals <sup>4</sup>		Return on investment <sup>5</sup>	End of year FMV	
	Number of taxpayers	Amount	Number of taxpayers	Amount		Number of taxpayers	Amount
	(9)	(10)	(11)	(12)		(14)	(15)
<b>Total.....</b>	<b>--</b>	<b>--</b>	<b>10,440,978</b>	<b>114,696,049</b>	<b>-120,639,336</b>	<b>48,404,401</b>	<b>2,619,376,420</b>
Traditional IRA Plans.....	255,062	-3,052,037	10,175,027	105,828,490	-103,376,751	39,279,904	2,394,911,457
SEP Plans.....	n/a	n/a	338,528	4,365,655	-8,400,707	3,520,615	131,339,412
SIMPLE Plans.....	n/a	n/a	187,918	4,197,770	3,135,438	1,957,733	13,580,488
Roth IRA Plans.....	255,062	3,052,037	99,742	304,134	-11,929,830	11,024,397	79,339,701
Education IRA Plans <sup>3</sup> .....	n/a	n/a	--	--	-67,487	206,621	205,362

n/a--Not applicable.

<sup>1</sup> Beginning-of-year fair market value is based on the Tax Year 2000 sample's yearend fair market value.

<sup>2</sup> For SEP and SIMPLE plans, total contributions include contributions made by the taxpayer directly as well as those made by an employer.

<sup>3</sup> Education IRAs were renamed Coverdell Education Savings Accounts (ESAs) in July 2001; does not include Education IRAs owned by non-filing dependents.

<sup>4</sup> Withdrawals are reported on Form 1099-R; does not include withdrawals for the purpose of rollovers to other IRA accounts if the transfer was made by the trustee; Roth IRA conversions are shown separately.

<sup>5</sup> Column 13 is equal to the change in fair market value (column 15 less column 2) minus total contributions (column 4), rollovers (column 8), plus withdrawals (column 12);

Roth conversions affect the Roth and Traditional IRA lines, but not the total.

NOTE: Except as noted, all data are from matched Forms 1040 and 5498.

Source: Matched file of income tax returns, Forms 5498, and 1099-R for Tax Year 2001.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 2.--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Size of Adjusted Gross Income, Tax Year 2001**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income <sup>1</sup>	All taxpayers			Taxpayers with IRA coverage reported on Form 5498					
	Total	With pension coverage on Forms W-2 <sup>2</sup>	Eligible to make IRA contributions	Beginning of year FMV <sup>3</sup>		Total contributions		Contributions deductible on Form 1040	
				Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>All taxpayers, total.....</b>	<b>181,277,678</b>	<b>62,269,366</b>	<b>143,247,102</b>	<b>46,321,802</b>	<b>2,631,165,051</b>	<b>15,223,996</b>	<b>35,747,421</b>	<b>5,031,660</b>	<b>11,857,670</b>
<b>Taxpayers on returns reporting:</b>									
No adjusted gross income.....	1,901,356	91,302	518,964	375,661	22,110,431	113,336	225,546	21,294	40,280
\$1 under \$5,000.....	13,248,591	611,173	10,456,553	888,681	20,099,970	265,393	384,060	47,332	68,003
\$5,000 under \$10,000.....	13,653,735	1,254,909	10,763,897	1,239,723	37,837,971	300,006	534,436	98,979	154,189
\$10,000 under \$15,000.....	13,941,903	2,080,270	10,244,409	1,664,657	63,656,702	387,644	544,457	116,087	202,003
\$15,000 under \$20,000.....	14,039,837	3,091,192	10,117,270	2,206,053	88,021,607	514,358	835,381	195,422	347,406
\$20,000 under \$25,000.....	12,593,044	3,726,629	9,591,576	2,083,218	73,893,268	656,761	935,824	240,898	393,809
\$25,000 under \$30,000.....	11,031,698	3,803,872	8,626,045	2,050,353	68,653,943	687,799	1,156,885	267,107	488,632
\$30,000 under \$40,000.....	18,842,896	7,289,244	15,076,481	4,337,178	154,126,977	1,458,985	2,573,490	601,411	1,029,117
\$40,000 under \$50,000.....	15,941,246	6,767,730	12,938,114	4,174,301	160,187,887	1,483,241	2,733,256	567,479	1,064,847
\$50,000 under \$75,000.....	29,473,507	14,126,818	24,459,316	9,470,242	462,562,272	3,157,531	6,446,444	1,027,942	2,023,294
\$75,000 under \$100,000.....	16,148,222	8,718,052	13,816,910	6,391,585	355,685,704	2,235,630	5,054,286	661,036	1,514,451
\$100,000 under \$200,000.....	15,697,435	8,691,336	13,181,324	8,327,017	646,900,366	3,065,524	9,412,305	893,125	2,784,253
\$200,000 under \$500,000.....	3,753,154	1,649,280	2,789,122	2,394,136	319,828,232	723,763	3,951,713	240,501	1,456,874
\$500,000 under \$1,000,000.....	656,742	244,454	446,884	471,962	90,894,450	121,287	681,517	36,732	196,832
\$1,000,000 or more.....	354,312	123,105	220,237	247,035	66,705,269	52,739	277,821	16,315	93,680

Size of adjusted gross income <sup>1</sup>	Taxpayers with IRA coverage reported on Form 5498--Continued								
	Rollovers		Roth conversions		Withdrawals <sup>4</sup>		Return on investment <sup>5</sup>	End of year FMV	
	Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount		Number of taxpayers	Amount
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
<b>All taxpayers, total.....</b>	<b>3,872,587</b>	<b>187,799,333</b>	<b>255,062</b>	<b>3,052,037</b>	<b>10,440,978</b>	<b>114,696,049</b>	<b>-120,639,336</b>	<b>48,404,401</b>	<b>2,619,376,420</b>
<b>Taxpayers on returns reporting:</b>									
No adjusted gross income.....	21,917	1,407,251	2,329	82,794	71,895	1,100,279	-3,418,862	389,663	19,224,087
\$1 under \$5,000.....	37,416	1,146,453	2,268	14,573	167,017	519,167	-5,893,187	843,831	15,218,129
\$5,000 under \$10,000.....	67,500	1,803,087	8,560	19,542	477,863	1,832,439	334,653	1,289,749	38,677,708
\$10,000 under \$15,000.....	138,440	3,673,944	9,690	61,321	781,546	4,218,270	-4,340,192	1,739,941	59,316,641
\$15,000 under \$20,000.....	128,789	4,433,272	9,070	70,669	915,373	4,976,898	-4,515,589	2,214,945	83,797,773
\$20,000 under \$25,000.....	144,976	5,375,432	5,773	77,581	761,364	4,574,112	193,645	2,214,282	75,824,057
\$25,000 under \$30,000.....	181,498	6,152,831	15,604	57,520	616,803	3,570,698	-5,531,638	2,129,877	66,861,323
\$30,000 under \$40,000.....	330,204	8,839,830	25,252	218,360	1,164,963	7,866,557	-2,794,479	4,593,840	154,879,261
\$40,000 under \$50,000.....	353,390	11,220,466	20,297	177,472	972,322	7,711,739	-7,174,456	4,409,253	159,255,414
\$50,000 under \$75,000.....	887,779	34,363,393	62,463	495,993	1,971,004	22,065,067	-40,996,437	9,911,534	440,310,605
\$75,000 under \$100,000.....	568,141	27,838,914	54,363	813,149	1,126,716	15,404,996	-15,423,757	6,821,884	357,750,151
\$100,000 under \$200,000.....	757,557	46,010,165	37,759	685,916	1,081,111	26,062,718	-43,689,113	8,655,156	632,571,005
\$200,000 under \$500,000.....	201,015	24,145,057	1,362	111,928	271,730	10,477,825	-18,050,076	2,481,265	319,397,101
\$500,000 under \$1,000,000.....	34,394	6,444,015	173	84,173	40,683	2,612,106	-15,961,947	465,239	79,445,930
\$1,000,000 or more.....	19,571	4,945,223	100	81,047	20,668	1,703,177	46,622,099	243,942	116,847,235

<sup>1</sup> On joint returns, both taxpayers are placed into the same adjusted gross income class, as determined by the total amount on the return.

<sup>2</sup> Number of taxpayers with pension coverage is determined from Form W-2 box 13, which indicates participation in a retirement plan.

<sup>3</sup> Beginning-of-year fair market value is based on the Tax Year 2000 sample's yearend fair market value. However, the 2000 fair market value data are classified by each taxpayer's 2001 adjusted gross income.

<sup>4</sup> Withdrawals are reported on Form 1099-R; does not include withdrawals for the purpose of rollovers to other IRA accounts if the transfer was made by the trustee; Roth IRA conversions are shown separately.

<sup>5</sup> Column 16 is equal to the change in fair market value (column 18 less column 5) minus total contributions (column 7), rollovers (column 11), plus withdrawals (column 15); Roth conversions do not affect total fair market value.

NOTE: Detail may not add to total due to rounding.

Source: Matched file of income tax returns, Forms 5498, and 1099-R for Tax Year 2001.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 3--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Selected Type and Size of Adjusted Gross Income, Tax Year 2001**

[All figures are estimates based on samples--money amounts are in thousands of dollars and average amounts are in whole dollars]

Size of adjusted gross income <sup>1</sup>	Traditional IRA Plans					
	Contributions			Fair market value (end of year)		
	Number of taxpayers	Amount (\$1,000)	Average (\$)	Number of taxpayers	Amount (\$1,000)	Average (\$)
	(1)	(2)	(3)	(4)	(5)	(6)
<b>All taxpayers, total.....</b>	<b>5,564,634</b>	<b>9,180,768</b>	<b>1,650</b>	<b>39,279,904</b>	<b>2,394,911,457</b>	<b>60,970</b>
<b>Taxpayers on returns reporting:</b>						
No adjusted gross income.....	36,686	56,188	1,532	294,583	15,890,444	53,942
\$1 under \$5,000.....	52,368	81,629	1,559	476,995	13,661,594	28,641
\$5,000 under \$10,000.....	100,188	142,403	1,421	971,881	37,171,058	38,247
\$10,000 under \$15,000.....	140,470	192,579	1,371	1,447,208	56,286,490	38,893
\$15,000 under \$20,000.....	213,241	314,783	1,476	1,865,199	79,220,845	42,473
\$20,000 under \$25,000.....	256,729	371,622	1,448	1,764,976	72,051,687	40,823
\$25,000 under \$30,000.....	284,647	458,893	1,612	1,666,790	62,647,265	37,586
\$30,000 under \$40,000.....	607,936	935,522	1,539	3,661,945	146,481,095	40,001
\$40,000 under \$50,000.....	590,414	923,520	1,564	3,524,466	147,802,527	41,936
\$50,000 under \$75,000.....	1,038,460	1,664,993	1,603	7,930,474	405,425,053	51,122
\$75,000 under \$100,000.....	669,143	1,127,934	1,686	5,521,666	324,106,655	58,697
\$100,000 under \$200,000.....	1,005,460	1,815,083	1,805	7,216,349	564,851,278	78,274
\$200,000 under \$500,000.....	445,874	855,662	1,919	2,269,380	282,909,380	124,664
\$500,000 under \$1,000,000.....	84,457	164,548	1,948	435,955	73,226,321	167,968
\$1,000,000 or more.....	38,560	75,409	1,956	232,038	113,179,765	487,764

Size of adjusted gross income <sup>1</sup>	SEP Plans <sup>2</sup>					
	Contributions			Fair market value (end of year)		
	Number of taxpayers	Amount (\$1,000)	Average (\$)	Number of taxpayers	Amount (\$1,000)	Average (\$)
	(7)	(8)	(9)	(10)	(11)	(12)
<b>All taxpayers, total.....</b>	<b>1,786,931</b>	<b>10,071,870</b>	<b>5,636</b>	<b>3,520,615</b>	<b>131,339,412</b>	<b>37,306</b>
<b>Taxpayers on returns reporting:</b>						
No adjusted gross income.....	10,283	43,626	4,243	40,910	2,334,011	57,052
\$1 under \$5,000.....	11,604	33,840	2,916	26,615	280,625	10,544
\$5,000 under \$10,000.....	24,934	119,486	4,792	49,920	497,584	9,968
\$10,000 under \$15,000.....	31,601	58,580	1,854	76,933	1,756,534	22,832
\$15,000 under \$20,000.....	41,332	108,181	2,617	106,636	2,703,508	25,353
\$20,000 under \$25,000.....	64,582	117,809	1,824	144,721	1,862,074	12,867
\$25,000 under \$30,000.....	67,732	156,872	2,316	130,691	2,071,948	15,854
\$30,000 under \$40,000.....	130,494	389,035	2,981	234,521	2,952,169	12,588
\$40,000 under \$50,000.....	163,046	483,879	2,968	296,164	5,098,699	17,216
\$50,000 under \$75,000.....	333,030	1,251,016	3,756	685,232	15,881,177	23,176
\$75,000 under \$100,000.....	242,002	1,010,853	4,177	507,328	16,752,897	33,022
\$100,000 under \$200,000.....	444,501	3,371,015	7,584	808,962	39,743,997	49,130
\$200,000 under \$500,000.....	185,450	2,368,044	12,769	333,047	30,886,841	92,740
\$500,000 under \$1,000,000.....	25,844	398,449	15,417	54,768	5,538,753	101,131
\$1,000,000 or more.....	10,495	161,185	15,358	24,165	2,978,595	123,261

Footnotes at end of table.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 3.--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Selected Type and Size of Adjusted Gross Income, Tax Year 2001--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars and average amounts are in whole dollars]

Size of adjusted gross income <sup>1</sup>	SIMPLE Plans <sup>2</sup>					
	Contributions			Fair market value (end of year)		
	Number of taxpayers	Amount (\$1,000)	Average (\$)	Number of taxpayers	Amount (\$1,000)	Average (\$)
	(13)	(14)	(15)	(16)	(17)	(18)
<b>All taxpayers, total.....</b>	<b>1,728,736</b>	<b>5,468,896</b>	<b>3,164</b>	<b>1,957,733</b>	<b>13,580,488</b>	<b>6,937</b>
<b>Taxpayers on returns reporting:</b>						
No adjusted gross income.....	9,215	38,752	4,205	11,192	115,832	10,350
\$1 under \$5,000.....	11,069	24,847	2,245	20,159	60,402	2,996
\$5,000 under \$10,000.....	22,961	25,970	1,131	28,439	58,242	2,048
\$10,000 under \$15,000.....	47,448	47,735	1,006	54,397	157,456	2,895
\$15,000 under \$20,000.....	90,143	134,382	1,491	104,004	308,321	2,965
\$20,000 under \$25,000.....	94,220	102,932	1,092	98,377	170,503	1,733
\$25,000 under \$30,000.....	122,900	197,597	1,608	126,540	359,483	2,841
\$30,000 under \$40,000.....	206,749	390,746	1,890	225,774	865,875	3,835
\$40,000 under \$50,000.....	172,646	382,561	2,216	208,004	1,038,410	4,992
\$50,000 under \$75,000.....	357,845	987,186	2,759	393,216	2,370,065	6,027
\$75,000 under \$100,000.....	218,534	835,071	3,821	249,168	1,858,007	7,457
\$100,000 under \$200,000.....	266,274	1,497,595	5,624	314,353	3,908,468	12,433
\$200,000 under \$500,000.....	89,816	651,622	7,255	103,518	1,804,120	17,428
\$500,000 under \$1,000,000.....	14,196	112,593	7,931	15,200	367,660	24,188
\$1,000,000 or more.....	4,718	39,308	8,331	5,392	137,645	25,528
Size of adjusted gross income <sup>1</sup>	Roth IRA Plans					
	Contributions			Fair market value (end of year)		
	Number of taxpayers	Amount (\$1,000)	Average (\$)	Number of taxpayers	Amount (\$1,000)	Average (\$)
	(19)	(20)	(21)	(22)	(23)	(24)
<b>All taxpayers, total.....</b>	<b>6,806,294</b>	<b>10,984,011</b>	<b>1,614</b>	<b>11,024,397</b>	<b>79,339,701</b>	<b>7,197</b>
<b>Taxpayers on returns reporting:</b>						
No adjusted gross income.....	53,076	81,544	1,536	80,192	869,825	10,847
\$1 under \$5,000.....	152,771	222,744	1,458	272,747	1,107,806	4,062
\$5,000 under \$10,000.....	158,559	246,481	1,555	294,944	938,685	3,183
\$10,000 under \$15,000.....	178,529	243,489	1,364	252,425	1,107,712	4,388
\$15,000 under \$20,000.....	193,859	278,035	1,434	284,823	1,563,574	5,490
\$20,000 under \$25,000.....	271,196	343,461	1,266	384,884	1,739,056	4,518
\$25,000 under \$30,000.....	237,205	343,522	1,448	402,797	1,777,938	4,414
\$30,000 under \$40,000.....	578,032	855,901	1,481	967,159	4,569,567	4,725
\$40,000 under \$50,000.....	630,457	943,296	1,496	989,128	5,311,873	5,370
\$50,000 under \$75,000.....	1,565,915	2,539,570	1,622	2,435,755	16,625,098	6,825
\$75,000 under \$100,000.....	1,219,741	2,076,630	1,703	1,971,772	15,023,317	7,619
\$100,000 under \$200,000.....	1,517,099	2,726,474	1,797	2,487,440	24,056,128	9,671
\$200,000 under \$500,000.....	45,673	75,212	1,647	182,052	3,793,360	20,837
\$500,000 under \$1,000,000.....	3,173	5,755	1,814	13,634	304,617	22,342
\$1,000,000 or more.....	1,009	1,896	1,879	4,645	551,145	118,653

<sup>1</sup> On joint returns, both taxpayers are placed into the same adjusted gross income class, as determined by the total amount on the return.

<sup>2</sup> For SEP and SIMPLE plans, total contributions include contributions made by the taxpayer directly as well as those made by an employer.

NOTE: Detail may not add to total because of rounding.

Source: Matched file of income tax returns and Forms 5498 for Tax Year 2001.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 4.--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Filing Status and Gender of Taxpayer, Tax Year 2001**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Filing status and gender	All taxpayers			Taxpayers with IRA coverage reported on Form 5498					
	Total	With pension coverage on Forms W-2 <sup>1</sup>	Eligible to make IRA contributions	Beginning of year FMV <sup>2</sup>		Total contributions		Contributions deductible on Form 1040	
				Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>All taxpayers, total.....</b>	<b>181,277,678</b>	<b>62,269,366</b>	<b>143,247,100</b>	<b>46,321,802</b>	<b>2,631,165,051</b>	<b>15,223,996</b>	<b>35,747,421</b>	<b>5,031,660</b>	<b>11,857,670</b>
Men.....	88,483,322	32,017,587	74,454,427	31,552,204	2,132,243,315	8,022,567	21,348,309	2,530,196	6,922,278
Women.....	92,794,356	30,251,779	68,792,673	14,769,598	498,921,736	7,201,429	14,399,112	2,501,464	4,935,392
<b>Taxpayers filing joint returns, total.....</b>	<b>102,029,304</b>	<b>37,325,921</b>	<b>75,015,436</b>	<b>33,253,686</b>	<b>1,999,836,235</b>	<b>10,346,612</b>	<b>26,082,157</b>	<b>3,899,605</b>	<b>9,348,668</b>
Men.....	51,031,631	20,660,921	41,283,875	23,717,327	1,738,925,499	5,586,403	16,066,550	1,984,839	5,535,178
Women.....	50,997,673	16,665,000	33,731,561	9,536,359	260,910,736	4,760,209	10,015,607	1,914,766	3,813,491
<b>Taxpayers filing non-joint returns, total.....</b>	<b>79,248,374</b>	<b>24,943,445</b>	<b>68,231,664</b>	<b>13,068,116</b>	<b>631,328,816</b>	<b>4,877,384</b>	<b>9,665,264</b>	<b>1,132,055</b>	<b>2,509,002</b>
Men.....	37,451,691	11,356,666	33,170,552	7,834,877	393,317,816	2,436,164	5,281,759	545,357	1,387,100
Women.....	41,796,683	13,586,779	35,061,112	5,233,239	238,011,000	2,441,220	4,383,505	586,698	1,121,901

Filing status and gender	Taxpayers with IRA coverage reported on Form 5498--Continued								
	Rollovers		Roth conversions		Withdrawals <sup>3</sup>		Return on investment <sup>4</sup>	End of year FMV	
	Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount		Number of taxpayers	Amount
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
<b>All taxpayers, total.....</b>	<b>3,872,587</b>	<b>187,799,333</b>	<b>255,062</b>	<b>3,052,037</b>	<b>10,440,978</b>	<b>114,696,049</b>	<b>-120,639,336</b>	<b>48,404,401</b>	<b>2,619,376,420</b>
Men.....	2,058,991	124,834,112	123,524	1,683,307	5,448,827	75,678,507	-515,875,344	24,449,864	1,686,871,885
Women.....	1,813,595	62,965,222	131,537	1,368,730	4,992,154	39,017,542	395,236,007	23,954,537	932,504,535
<b>Taxpayers filing joint returns, total.....</b>	<b>2,713,704</b>	<b>143,929,426</b>	<b>156,826</b>	<b>1,881,148</b>	<b>6,960,884</b>	<b>79,546,184</b>	<b>-154,121,473</b>	<b>34,540,527</b>	<b>1,936,180,161</b>
Men.....	1,595,980	106,688,524	88,405	1,308,687	4,308,018	61,957,179	-361,569,331	18,487,413	1,438,154,063
Women.....	1,117,724	37,240,902	68,421	572,461	2,652,866	17,589,005	207,447,858	16,053,114	498,026,098
<b>Taxpayers filing non-joint returns, total.....</b>	<b>1,158,882</b>	<b>43,869,908</b>	<b>98,235</b>	<b>1,170,889</b>	<b>3,480,097</b>	<b>35,149,864</b>	<b>33,482,135</b>	<b>13,863,874</b>	<b>683,196,259</b>
Men.....	463,011	18,145,588	35,119	374,620	1,140,809	13,721,328	-154,306,013	5,962,451	248,717,822
Women.....	695,871	25,724,320	63,116	796,269	2,339,288	21,428,537	187,788,149	7,901,423	434,478,437

<sup>1</sup> Number of taxpayers with pension coverage is determined from Form W-2 box 13, which indicates participation in a retirement plan.

<sup>2</sup> Beginning-of-year fair market value is based on the Tax Year 2000 sample's yearend fair market value. However, the 2000 fair market value data are classified by each taxpayer's 2001 filing status and gender.

<sup>3</sup> Withdrawals are reported on Form 1099-R; does not include withdrawals for the purpose of rollovers to other IRA accounts if the transfer was made by the trustee; Roth IRA conversions are shown separately.

<sup>4</sup> Column 16 is equal to the change in fair market value (column 18 less column 5) minus total contributions (column 7), rollovers (column 11), plus withdrawals (column 15); Roth conversions do not affect total fair market value.

NOTE: Detail may not add to total due to rounding.

Source: Matched file of income tax returns, Forms 5498, and 1099-R for Tax Year 2001.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 5.--Individual Retirement Arrangement (IRA) Plans, by Age of Taxpayer, Tax Year 2001**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All taxpayers			Returns of taxpayers with IRA coverage (from Form 5498)					
	Total	With pension coverage on Form W-2 <sup>1</sup>	Eligible to make IRA contributions	Beginning of year FMV <sup>2</sup>		Total contributions		Contributions deductible on Form 1040	
				Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>All taxpayers, total.....</b>	<b>181,277,678</b>	<b>62,269,367</b>	<b>143,247,102</b>	<b>46,321,802</b>	<b>2,631,165,051</b>	<b>15,223,996</b>	<b>35,747,421</b>	<b>5,031,660</b>	<b>11,857,670</b>
Under 15.....	1,141,133	13,850	146,338	133,235	269,674	47,818	54,522	970	203
15 under 20.....	8,469,880	598,767	5,545,017	88,121	218,457	183,557	241,747	9,527	17,294
20 under 25.....	15,744,647	3,702,216	14,615,454	455,429	1,348,245	605,385	884,889	60,483	99,241
25 under 30.....	16,312,551	6,424,690	14,594,772	1,296,862	5,164,190	1,160,500	1,869,154	158,422	260,254
30 under 35.....	18,480,195	7,820,498	16,174,286	2,576,776	19,879,454	1,597,673	3,247,440	266,244	493,721
35 under 40.....	19,903,884	8,716,521	17,282,937	3,619,191	54,768,347	1,790,776	4,101,764	405,290	877,337
40 under 45.....	20,446,031	9,124,533	18,105,130	4,837,001	138,364,242	2,037,582	5,180,836	540,954	1,373,320
45 under 50.....	19,118,718	8,968,458	17,427,101	5,797,320	209,718,844	2,116,059	5,566,059	717,039	1,838,399
50 under 55.....	16,314,243	7,616,251	14,415,974	5,690,803	279,845,077	2,111,875	5,669,462	780,112	2,021,533
55 under 60.....	12,788,019	5,240,644	11,028,529	5,482,893	352,298,629	1,751,129	4,537,942	743,864	1,866,905
60 under 65.....	9,501,183	2,633,688	7,187,238	4,861,340	416,415,523	1,157,058	2,740,405	726,044	1,631,809
65 under 70.....	7,227,655	904,669	3,565,458	3,996,668	424,060,970	554,633	1,364,179	428,376	960,139
70 under 75.....	6,044,178	316,195	1,810,703	3,281,388	376,506,100	89,750	234,309	174,579	362,743
75 under 80.....	4,650,733	130,960	863,157	2,555,343	252,452,787	15,046	41,380	18,653	39,812
80 and over.....	5,134,628	57,428	485,008	1,649,431	99,854,512	5,154	13,333	323	2,090

Age	Returns of taxpayers with IRA coverage (from Form 5498)--Continued								
	Rollovers		Roth conversions		Withdrawals <sup>3</sup>		Return on investment <sup>4</sup>	End of year FMV	
	Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount		Number of taxpayers	Amount
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
<b>All taxpayers, total.....</b>	<b>3,872,587</b>	<b>187,799,333</b>	<b>255,062</b>	<b>3,052,037</b>	<b>10,440,978</b>	<b>114,696,049</b>	<b>-120,639,336</b>	<b>48,404,401</b>	<b>2,619,376,420</b>
Under 15.....	--	--	--	--	9,591	98,755	494,612	93,830	720,053
15 under 20.....	961	14	1,702	4,977	9,472	55,067	179,299	286,400	584,450
20 under 25.....	37,976	108,541	4,564	15,466	42,138	93,066	526,728	867,879	2,775,337
25 under 30.....	247,143	1,416,272	26,922	68,032	142,743	440,462	2,739,897	2,031,435	10,749,051
30 under 35.....	379,630	5,036,717	28,157	244,891	256,152	1,466,749	4,921,185	3,279,661	31,618,047
35 under 40.....	404,825	8,499,226	32,492	304,872	337,699	3,281,101	11,503,222	4,398,262	75,591,458
40 under 45.....	498,208	15,776,307	32,577	434,073	403,759	4,522,628	-1,203,459	5,509,031	153,595,298
45 under 50.....	504,016	20,712,510	29,810	226,535	439,349	5,169,928	-4,296,522	6,106,377	226,530,963
50 under 55.....	492,606	23,614,146	31,443	479,126	453,986	5,888,214	9,624,923	6,128,152	312,865,394
55 under 60.....	451,456	36,456,374	26,245	495,746	535,970	10,252,227	3,693,673	5,466,028	386,734,391
60 under 65.....	376,389	37,845,867	23,428	382,112	968,070	20,450,818	-23,873,110	4,557,971	412,677,867
65 under 70.....	248,202	22,799,369	11,590	328,191	1,022,360	16,429,204	-45,890,513	3,608,550	385,904,801
70 under 75.....	144,679	11,431,550	1,915	16,235	2,711,942	24,888,803	34,164,751	3,025,453	397,447,907
75 under 80.....	55,121	2,539,845	4,217	51,781	2,088,408	14,626,746	-74,544,072	2,059,286	165,863,194
80 and over.....	31,375	1,562,596	--	--	1,019,337	7,032,278	-38,679,953	986,086	55,718,210

<sup>1</sup> Number of taxpayers with pension coverage is determined from Form W-2 box 13, which indicates participation in a retirement plan.

<sup>2</sup> Beginning-of-year fair market value is based on the Tax Year 2000 sample's yearend fair market value. However, the 2000 fair market value data are classified by each taxpayer's age at the end of 2001.

<sup>3</sup> Withdrawals are reported on Form 1099-R; does not include withdrawals for the purpose of rollovers to other IRA accounts if the transfer was made by the trustee; Roth IRA conversions are shown separately.

<sup>4</sup> Column 16 is equal to the change in fair market value (column 18 less column 5) minus total contributions (column 7), rollovers (column 11), plus withdrawals (column 15); Roth conversions do not affect total fair market value.

NOTE: Detail may not add to total due to rounding.

Source: Matched file of income tax returns, Forms 5498, and 1099-R for Tax Year 2001.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 6.--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Type, Tax Year 2002**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Type of plan	Beginning of year FMV <sup>1</sup>		Total contributions <sup>2</sup>		Contributions deductible on Form 1040		Rollovers	
	Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>Total.....</b>	<b>48,404,401</b>	<b>2,619,376,420</b>	<b>14,613,507</b>	<b>42,297,246</b>	<b>4,323,155</b>	<b>14,757,556</b>	<b>3,989,390</b>	<b>204,395,870</b>
Traditional IRA Plans.....	39,279,904	2,394,911,457	5,556,021	12,392,674	4,077,289	9,462,404	3,989,390	204,395,870
SEP Plans.....	3,520,615	131,339,412	1,733,174	10,286,123	482,856	3,279,322	n/a	n/a
SIMPLE Plans.....	1,957,733	13,580,488	1,877,877	6,259,866	288,715	2,015,830	n/a	n/a
Roth IRA Plans.....	11,024,397	79,339,701	6,133,958	13,189,703	n/a	n/a	n/a	n/a
Education IRA Plans <sup>3</sup> .....	206,621	205,362	155,849	168,880	n/a	n/a	n/a	n/a

Type of plan	Roth conversions		Withdrawals <sup>4</sup>		Return on investment <sup>5</sup>	End of year FMV	
	Number of taxpayers	Amount	Number of taxpayers	Amount		Number of taxpayers	Amount
	(9)	(10)	(11)	(12)	(13)	(14)	(15)
<b>Total.....</b>	<b>--</b>	<b>--</b>	<b>11,479,310</b>	<b>123,336,726</b>	<b>-210,008,306</b>	<b>49,907,974</b>	<b>2,532,724,504</b>
Traditional IRA Plans.....	239,027	-3,257,891	10,986,946	116,738,150	-169,955,864	40,097,525	2,321,748,096
SEP Plans.....	n/a	n/a	423,872	3,984,085	-20,642,031	3,562,520	116,999,419
SIMPLE Plans.....	n/a	n/a	257,463	1,109,805	-2,621,128	2,259,354	16,109,421
Roth IRA Plans.....	239,027	3,257,891	470,430	1,232,996	-16,972,226	12,131,550	77,582,073
Education IRA Plans <sup>3</sup> .....	n/a	n/a	8,871	6,464	-82,283	250,580	285,495

n/a--Not applicable.

<sup>1</sup> Beginning-of-year fair market value is based on the Tax Year 2001 sample's yearend fair market value.

<sup>2</sup> For SEP and SIMPLE plans, total contributions include contributions made by the taxpayer directly as well as those made by an employer.

<sup>3</sup> Education IRAs were renamed Coverdell Education Savings Accounts (ESAs) in July 2001; does not include Education IRAs owned by non-filing dependents.

<sup>4</sup> Withdrawals are reported on Form 1099-R; does not include withdrawals for the purpose of rollovers to other IRA accounts if the transfer was made by the trustee;

Roth IRA conversions are shown separately.

<sup>5</sup> Column 13 is equal to the change in fair market value (column 15 less column 2) minus total contributions (column 4), rollovers (column 8), plus withdrawals (column 12); Roth conversions affect the Roth and Traditional IRA lines, but not the total.

NOTE: Except as noted, all data are from matched Forms 1040 and 5498.

Source: Matched file of income tax returns, Forms 5498, and 1099-R for Tax Year 2002.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 7.--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Size of Adjusted Gross Income, Tax Year 2002**

[All figures are estimates based on samples - money amounts are in thousands of dollars]

Size of adjusted gross income <sup>1</sup>	All taxpayers			Taxpayers with IRA coverage reported on Form 5498					
	Total	With pension coverage on Forms W-2 <sup>2</sup>	Eligible to make IRA contributions	Beginning of year FMV <sup>3</sup>		Total contributions		Contributions deductible on Form 1040	
				Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All taxpayers, total.....	181,365,169	61,770,158	142,457,497	48,404,401	2,619,376,420	14,613,507	42,297,246	4,323,155	14,757,556
Taxpayers on returns reporting:									
No adjusted gross income.....	2,311,805	99,597	659,722	548,972	28,981,037	109,318	289,908	13,107	36,974
\$1 under \$5,000.....	12,505,157	576,100	9,908,568	993,245	27,368,415	263,716	468,393	33,741	57,916
\$5,000 under \$10,000.....	13,880,810	1,283,736	10,737,813	1,449,375	47,761,419	238,682	472,240	63,401	130,771
\$10,000 under \$15,000.....	14,253,843	2,131,642	10,307,362	2,034,185	75,657,001	390,067	684,177	130,602	235,231
\$15,000 under \$20,000.....	13,864,643	2,944,829	9,929,359	2,206,289	86,365,454	480,597	835,518	192,314	441,921
\$20,000 under \$25,000.....	12,670,022	3,682,296	9,497,360	2,244,268	87,602,817	635,392	1,170,122	240,605	567,890
\$25,000 under \$30,000.....	11,115,521	3,725,250	8,715,563	2,210,166	80,151,991	732,563	1,416,318	259,743	612,795
\$30,000 under \$40,000.....	19,051,089	7,120,607	15,098,998	4,429,783	165,127,487	1,381,540	2,988,986	509,400	1,368,021
\$40,000 under \$50,000.....	15,718,771	6,692,179	12,767,911	4,292,300	170,202,129	1,435,404	3,205,260	445,574	1,250,347
\$50,000 under \$75,000.....	29,081,148	13,868,333	24,107,809	9,676,328	425,124,309	2,961,027	7,521,050	775,950	2,339,244
\$75,000 under \$100,000.....	16,812,627	9,062,869	14,299,535	7,009,639	365,889,422	2,248,668	6,568,178	585,545	1,917,518
\$100,000 under \$200,000.....	15,619,503	8,691,492	13,146,669	8,269,820	587,422,498	2,828,705	10,865,783	794,106	3,651,297
\$200,000 under \$500,000.....	3,544,612	1,558,335	2,661,318	2,380,879	285,096,077	724,169	4,560,726	228,638	1,752,909
\$500,000 under \$1,000,000.....	625,885	229,134	426,486	441,263	79,947,416	132,992	933,943	35,278	285,013
\$1,000,000 or more.....	309,734	103,759	193,024	217,889	106,678,948	50,667	316,643	15,151	109,707
Size of adjusted gross income <sup>1</sup>	Taxpayers with IRA coverage reported on Form 5498—Continued								
	Rollovers		Roth conversions		Withdrawals <sup>4</sup>		Return on investment <sup>5</sup>	End of year FMV	
	Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount		Number of taxpayers	Amount
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
All taxpayers, total.....	3,989,390	204,395,870	239,027	3,257,891	11,479,310	123,336,726	-210,008,306	49,907,974	2,532,724,504
Taxpayers on returns reporting:									
No adjusted gross income.....	31,276	1,697,045	1,950	73,051	112,894	1,545,231	39,368,568	535,972	68,791,327
\$1 under \$5,000.....	46,642	1,759,650	5,775	13,529	251,108	835,467	-6,627,959	1,007,231	22,133,032
\$5,000 under \$10,000.....	72,056	2,355,063	11,579	65,839	599,975	2,367,968	-4,231,439	1,424,510	43,989,315
\$10,000 under \$15,000.....	134,889	3,873,140	13,008	55,324	961,958	4,894,046	-7,700,916	1,988,274	67,619,356
\$15,000 under \$20,000.....	173,293	6,538,582	8,620	48,640	1,056,297	6,002,947	-2,236,680	2,302,359	85,499,927
\$20,000 under \$25,000.....	158,687	5,437,182	9,632	86,295	809,777	5,058,257	-11,990,681	2,340,612	77,161,183
\$25,000 under \$30,000.....	170,309	4,317,519	7,609	44,930	696,578	4,404,342	-4,204,279	2,328,631	77,277,207
\$30,000 under \$40,000.....	367,032	12,757,341	17,799	79,790	1,250,134	9,290,782	-19,900,822	4,570,542	151,682,210
\$40,000 under \$50,000.....	354,333	11,669,917	23,027	196,754	1,015,689	8,660,299	-24,309,898	4,477,032	152,107,109
\$50,000 under \$75,000.....	825,300	34,275,823	66,426	945,468	2,064,346	23,888,760	-39,555,912	10,077,581	403,476,510
\$75,000 under \$100,000.....	634,013	32,598,274	35,161	512,216	1,211,094	17,354,778	-49,332,765	7,235,596	338,368,331
\$100,000 under \$200,000.....	780,029	52,543,587	37,691	949,292	1,133,116	24,765,281	-79,865,297	8,531,669	546,201,290
\$200,000 under \$500,000.....	191,014	24,636,730	402	37,653	258,000	10,812,009	7,435,946	2,420,827	310,917,470
\$500,000 under \$1,000,000.....	34,212	5,853,851	298	116,282	39,156	2,233,436	-17,175,347	450,159	67,326,427
\$1,000,000 or more.....	16,455	4,082,166	52	32,829	19,188	1,223,120	10,319,175	216,979	120,173,812

<sup>1</sup> On joint returns, both taxpayers are placed into the same adjusted gross income class, as determined by the total amount on the return.

<sup>2</sup> Number of taxpayers with pension coverage is determined from Form W-2 box 13, which indicates participation in a retirement plan.

<sup>3</sup> Beginning-of-year fair market value is based on the Tax Year 2001 sample's yearend fair market value. However, the 2001 fair market value data are classified by each taxpayer's 2002 adjusted gross income.

<sup>4</sup> Withdrawals are reported on Form 1099-R; does not include withdrawals for the purpose of rollovers to other IRA accounts if the transfer was made by the trustee; Roth IRA conversions are shown separately.

<sup>5</sup> Column 16 is equal to the change in fair market value (column 18 less column 5) minus total contributions (column 7), rollovers (column 11), plus withdrawals (column 15); Roth conversions do not affect total fair market value.

NOTES: Except as noted, all data are from matched Forms 1040 and 5498. Details may not add to totals due to rounding.

Source: Matched file of income tax returns, Forms 5498, and 1099-R for Tax Year 2002.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 8.--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Selected Type and Size of Adjusted Gross Income, Tax Year 2002**

[All figures are estimates based on samples--money amounts are in thousands of dollars and average amounts are in whole dollars]

Size of adjusted gross income <sup>1</sup>	Traditional IRA Plans					
	Contributions			Fair market value (end of year)		
	Number of taxpayers	Amount (\$1,000)	Average (\$)	Number of taxpayers	Amount (\$1,000)	Average (\$)
	(1)	(2)	(3)	(4)	(5)	(6)
<b>All taxpayers, total.....</b>	<b>5,556,021</b>	<b>12,392,674</b>	<b>2,230</b>	<b>40,097,525</b>	<b>2,321,748,096</b>	<b>57,903</b>
<b>Taxpayers on returns reporting:</b>						
No adjusted gross income.....	33,042	69,783	2,112	408,057	65,511,970	160,546
\$1 under \$5,000.....	47,336	78,180	1,652	581,495	20,001,482	34,397
\$5,000 under \$10,000.....	68,641	131,019	1,909	1,097,699	41,169,950	37,506
\$10,000 under \$15,000.....	152,055	259,947	1,710	1,613,329	63,778,798	39,532
\$15,000 under \$20,000.....	226,812	426,169	1,879	1,928,340	81,984,518	42,516
\$20,000 under \$25,000.....	275,828	523,399	1,898	1,834,054	72,785,908	39,686
\$25,000 under \$30,000.....	319,431	599,695	1,877	1,826,697	73,046,211	39,988
\$30,000 under \$40,000.....	582,180	1,134,344	1,948	3,633,184	141,382,897	38,914
\$40,000 under \$50,000.....	549,117	1,128,573	2,055	3,481,700	139,259,417	39,998
\$50,000 under \$75,000.....	1,002,436	2,054,249	2,049	7,910,980	366,231,808	46,294
\$75,000 under \$100,000.....	690,129	1,585,376	2,297	5,826,949	304,843,352	52,316
\$100,000 under \$200,000.....	1,042,439	2,754,501	2,642	7,133,849	489,979,727	68,684
\$200,000 under \$500,000.....	438,851	1,267,672	2,889	2,196,681	282,963,070	128,814
\$500,000 under \$1,000,000.....	90,567	270,289	2,984	419,250	61,384,480	146,415
\$1,000,000 or more.....	37,156	109,478	2,946	205,262	117,424,508	572,071

Size of adjusted gross income <sup>1</sup>	SEP Plans <sup>2</sup>					
	Contributions			Fair market value (end of year)		
	Number of taxpayers	Amount (\$1,000)	Average (\$)	Number of taxpayers	Amount (\$1,000)	Average (\$)
	(7)	(8)	(9)	(10)	(11)	(12)
<b>All taxpayers, total.....</b>	<b>1,733,173</b>	<b>10,286,123</b>	<b>5,935</b>	<b>3,562,520</b>	<b>116,999,419</b>	<b>32,842</b>
<b>Taxpayers on returns reporting:</b>						
No adjusted gross income.....	9,838	54,618	5,552	52,599	1,708,495	32,482
\$1 under \$5,000.....	8,409	12,599	1,498	40,349	399,238	9,895
\$5,000 under \$10,000.....	20,879	65,105	3,118	63,497	1,123,099	17,687
\$10,000 under \$15,000.....	29,666	76,697	2,585	88,529	2,059,773	23,267
\$15,000 under \$20,000.....	43,936	79,283	1,805	96,364	1,813,194	18,816
\$20,000 under \$25,000.....	67,251	158,398	2,355	151,522	1,768,249	11,670
\$25,000 under \$30,000.....	78,988	153,289	1,941	140,302	1,668,459	11,892
\$30,000 under \$40,000.....	136,045	368,141	2,706	273,127	3,568,667	13,066
\$40,000 under \$50,000.....	148,263	465,740	3,141	268,128	5,374,294	20,044
\$50,000 under \$75,000.....	295,090	1,257,012	4,260	627,957	15,773,207	25,118
\$75,000 under \$100,000.....	248,748	1,239,401	4,983	530,655	16,778,195	31,618
\$100,000 under \$200,000.....	427,163	3,314,999	7,761	824,770	33,322,847	40,403
\$200,000 under \$500,000.....	179,528	2,376,193	13,236	323,216	24,143,056	74,696
\$500,000 under \$1,000,000.....	29,506	499,331	16,923	58,026	5,096,621	87,833
\$1,000,000 or more.....	9,863	165,318	16,761	23,479	2,402,025	102,305

Footnotes at end of table.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 8.--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Selected Type and Size of Adjusted Gross Income, Tax Year 2002--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars and average amounts are in whole dollars]

Size of adjusted gross income <sup>1</sup>	SIMPLE Plans <sup>2</sup>					
	Contributions			Fair market value (end of year)		
	Number of taxpayers	Amount (\$1,000)	Average (\$)	Number of taxpayers	Amount (\$1,000)	Average (\$)
	(13)	(14)	(15)	(16)	(17)	(18)
<b>All taxpayers, total.....</b>	<b>1,877,877</b>	<b>6,259,866</b>	<b>3,333</b>	<b>2,259,354</b>	<b>16,109,421</b>	<b>7,130</b>
<b>Taxpayers on returns reporting:</b>						
No adjusted gross income.....	12,475	52,502	4,209	15,973	170,059	10,647
\$1 under \$5,000.....	9,636	20,737	2,152	15,576	52,640	3,380
\$5,000 under \$10,000.....	26,500	29,668	1,120	37,967	84,903	2,236
\$10,000 under \$15,000.....	59,795	67,527	1,129	72,350	177,016	2,447
\$15,000 under \$20,000.....	57,013	62,401	1,095	82,767	378,640	4,575
\$20,000 under \$25,000.....	108,163	139,582	1,290	134,773	337,091	2,501
\$25,000 under \$30,000.....	115,608	214,870	1,859	140,174	483,596	3,450
\$30,000 under \$40,000.....	210,951	493,307	2,338	243,365	1,142,561	4,695
\$40,000 under \$50,000.....	193,745	409,366	2,113	244,443	992,524	4,060
\$50,000 under \$75,000.....	415,420	1,183,568	2,849	488,845	3,001,061	6,139
\$75,000 under \$100,000.....	271,230	1,010,995	3,727	326,304	2,516,992	7,714
\$100,000 under \$200,000.....	275,067	1,568,742	5,703	312,475	3,967,501	12,697
\$200,000 under \$500,000.....	101,419	815,115	8,037	119,861	2,224,455	18,559
\$500,000 under \$1,000,000.....	16,470	152,227	9,243	19,186	464,647	24,218
\$1,000,000 or more.....	4,386	39,251	8,949	5,293	115,737	21,866
Size of adjusted gross income <sup>1</sup>	Roth IRA Plans					
	Contributions			Fair market value (end of year)		
	Number of taxpayers	Amount (\$1,000)	Average (\$)	Number of taxpayers	Amount (\$1,000)	Average (\$)
	(19)	(20)	(21)	(22)	(23)	(24)
<b>All taxpayers, total.....</b>	<b>6,133,958</b>	<b>13,189,703</b>	<b>2,150</b>	<b>12,131,550</b>	<b>77,582,073</b>	<b>6,395</b>
<b>Taxpayers on returns reporting:</b>						
No adjusted gross income.....	46,597	98,418	2,112	119,456	1,378,145	11,537
\$1 under \$5,000.....	157,000	298,089	1,899	301,645	1,526,839	5,062
\$5,000 under \$10,000.....	121,022	226,528	1,872	300,211	1,573,601	5,242
\$10,000 under \$15,000.....	165,435	280,005	1,693	358,762	1,602,978	4,468
\$15,000 under \$20,000.....	173,886	267,665	1,539	344,901	1,322,733	3,835
\$20,000 under \$25,000.....	202,423	337,779	1,669	428,461	2,265,257	5,287
\$25,000 under \$30,000.....	259,903	442,972	1,704	461,452	2,076,615	4,500
\$30,000 under \$40,000.....	536,963	991,815	1,847	1,055,990	5,586,106	5,290
\$40,000 under \$50,000.....	603,790	1,190,453	1,972	1,130,988	6,470,007	5,721
\$50,000 under \$75,000.....	1,374,391	3,002,884	2,185	2,689,964	18,448,952	6,858
\$75,000 under \$100,000.....	1,174,693	2,722,803	2,318	2,202,786	14,223,946	6,457
\$100,000 under \$200,000.....	1,272,787	3,219,786	2,530	2,495,454	18,913,460	7,579
\$200,000 under \$500,000.....	40,026	96,743	2,417	217,447	1,581,497	7,273
\$500,000 under \$1,000,000.....	4,121	11,451	2,779	19,894	380,490	19,126
\$1,000,000 or more.....	919	2,311	2,515	4,139	231,445	55,918

<sup>1</sup> On joint returns, both taxpayers are placed into the same adjusted gross income class, as determined by the total amount on the return.

<sup>2</sup> For SEP and SIMPLE plans, total contributions include contributions made by the taxpayer directly as well as those made by an employer.

NOTE: Detail may not add to total because of rounding.

Source: Matched file of income tax returns and Forms 5498 for Tax Year 2002.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 9.--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Filing Status and Gender of Taxpayer, Tax Year 2002**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Filing status and gender	All taxpayers			Taxpayers with IRA coverage reported on Form 5498					
	Total	With pension coverage on Form W-2 <sup>1</sup>	Eligible to make IRA contributions	Beginning of year FMV <sup>2</sup>		Total contributions		Contributions deductible on Form 1040	
				Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>All taxpayers, total.....</b>	<b>181,365,168</b>	<b>61,770,158</b>	<b>142,457,496</b>	<b>48,404,401</b>	<b>2,619,376,420</b>	<b>14,613,507</b>	<b>42,297,246</b>	<b>4,323,155</b>	<b>14,757,556</b>
Men.....	88,150,523	31,462,070	73,701,667	24,449,865	1,686,871,885	7,487,394	24,379,156	2,209,464	8,252,041
Women.....	93,214,645	30,308,088	68,755,829	23,954,536	932,504,536	7,126,112	17,919,081	2,113,691	6,505,515
<b>Taxpayers filing joint returns, total.....</b>	<b>102,575,519</b>	<b>36,973,056</b>	<b>74,588,939</b>	<b>34,729,453</b>	<b>1,927,974,973</b>	<b>10,042,370</b>	<b>31,285,124</b>	<b>3,283,469</b>	<b>11,319,244</b>
Men.....	51,302,355	20,419,090	41,062,134	18,658,650	1,436,441,047	5,256,572	18,458,904	1,715,751	6,416,431
Women.....	51,273,164	16,553,966	33,526,805	16,070,803	491,533,926	4,785,798	12,826,220	1,567,719	4,902,813
<b>Taxpayers filing non-joint returns, total.....</b>	<b>78,789,649</b>	<b>24,797,102</b>	<b>67,868,557</b>	<b>13,674,948</b>	<b>691,401,448</b>	<b>4,571,136</b>	<b>11,013,113</b>	<b>1,039,686</b>	<b>3,438,312</b>
Men.....	36,848,168	11,042,980	32,639,533	5,791,215	250,430,838	2,230,822	5,920,252	493,714	1,835,610
Women.....	41,941,481	13,754,122	35,229,024	7,883,733	440,970,610	2,340,314	5,092,861	545,972	1,602,701

Filing status and gender	Taxpayers with IRA coverage reported on Form 5498--Continued								
	Rollovers		Roth conversions		Withdrawals <sup>3</sup>		Return on investment <sup>4</sup>	End of year FMV	
	Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount		Number of taxpayers	Amount
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
<b>All taxpayers, total.....</b>	<b>3,989,390</b>	<b>204,395,870</b>	<b>239,027</b>	<b>3,257,891</b>	<b>11,479,310</b>	<b>123,336,726</b>	<b>-210,008,306</b>	<b>49,907,974</b>	<b>2,532,724,504</b>
Men.....	2,115,875	141,167,065	124,871	1,933,054	5,876,408	78,489,020	-161,441,482	24,816,357	1,612,487,604
Women.....	1,873,666	63,228,808	114,155	1,324,837	5,602,902	44,847,704	-48,567,822	25,091,617	920,236,899
<b>Taxpayers filing joint returns, total.....</b>	<b>2,812,813</b>	<b>162,084,197</b>	<b>132,759</b>	<b>2,285,132</b>	<b>7,542,068</b>	<b>85,782,016</b>	<b>-181,970,485</b>	<b>35,743,787</b>	<b>1,853,591,793</b>
Men.....	1,655,804	124,401,443	81,599	1,663,116	4,547,105	63,381,780	-143,375,891	18,884,671	1,372,543,723
Women.....	1,157,009	37,682,754	51,160	622,016	2,994,963	22,400,236	-38,594,594	16,859,116	481,048,070
<b>Taxpayers filing non-joint returns, total.....</b>	<b>1,176,728</b>	<b>42,311,676</b>	<b>106,267</b>	<b>972,759</b>	<b>3,937,242</b>	<b>37,554,708</b>	<b>-28,038,819</b>	<b>14,164,187</b>	<b>679,132,710</b>
Men.....	460,071	16,765,622	43,272	269,938	1,329,303	15,107,240	-18,065,591	5,931,686	239,943,881
Women.....	716,657	25,546,054	62,995	702,821	2,607,939	22,447,468	-9,973,228	8,232,501	439,188,829

<sup>1</sup> Number of taxpayers with pension coverage is determined from Form W-2 box 13, which indicates participation in a retirement plan.

<sup>2</sup> Beginning-of-year fair market value is based on the Tax Year 2001 sample's yearend fair market value. However, the 2001 fair market value data are classified by each taxpayer's 2002 filing status and gender.

<sup>3</sup> Withdrawals are reported on Form 1099-R; does not include withdrawals for the purpose of rollovers to other IRA accounts if the transfer was made by the trustee; Roth IRA conversions are shown separately.

<sup>4</sup> Column 16 is equal to the change in fair market value (column 18 less column 5) minus total contributions (column 7), rollovers (column 11), plus withdrawals (column 15); Roth conversions do not affect total fair market value.

NOTE: Detail may not add to total due to rounding.

Source: Matched file of income tax returns, Forms 5498, and 1099-R for Tax Year 2001.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 10.--Individual Retirement Arrangement (IRA) Plans, by Age of Taxpayer, Tax Year 2002**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Age	All taxpayers			Returns of taxpayers with IRA coverage (from Form 5498)					
	Total	With pension coverage on Form W-2 <sup>1</sup>	Eligible to make IRA contributions	Beginning of year FMV <sup>2</sup>		Total contributions		Contributions deductible on Form 1040	
				Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All taxpayers, total.....	181,365,171	61,770,158	142,457,495	48,404,401	2,619,376,420	14,613,507	42,297,246	4,323,155	14,757,556
Under 15.....	817,917	8,013	169,676	81,384	663,114	54,340	99,794	2,953	4,007
15 under 20.....	7,625,686	497,486	7,131,474	184,311	429,272	145,062	240,358	34,633	33,560
20 under 25.....	15,796,070	3,761,081	14,789,578	744,709	2,045,708	572,155	888,501	118,042	162,828
25 under 30.....	16,235,359	6,185,557	14,560,735	1,769,856	8,079,584	995,057	1,847,193	159,198	287,049
30 under 35.....	18,314,762	7,631,434	16,109,667	3,055,356	27,113,127	1,424,621	3,310,479	259,865	622,208
35 under 40.....	19,460,125	8,320,933	17,116,645	4,146,167	63,931,898	1,617,137	4,321,663	356,314	948,660
40 under 45.....	20,492,400	8,877,129	18,072,945	5,232,902	133,421,303	1,928,245	5,468,887	488,344	1,650,329
45 under 50.....	19,423,142	9,051,506	17,151,424	6,121,680	215,732,675	2,094,881	6,585,847	603,845	2,257,063
50 under 55.....	16,543,783	7,795,422	14,145,098	6,107,733	292,165,708	2,095,077	7,088,401	699,193	2,578,794
55 under 60.....	13,492,548	5,467,563	10,800,993	5,648,689	363,760,901	1,786,129	6,254,326	726,969	2,455,096
60 under 65.....	10,018,987	2,827,966	6,641,816	4,802,443	426,330,616	1,213,161	3,933,185	534,237	2,098,246
65 under 70.....	7,235,763	895,115	3,144,052	3,739,825	386,638,504	549,067	1,791,815	286,921	1,204,597
70 under 75.....	6,001,537	290,968	1,538,577	3,163,929	420,967,627	112,558	363,346	27,569	267,727
75 under 80.....	4,661,918	111,793	686,324	2,290,025	202,389,963	19,530	75,776	4,804	22,446
80 and over.....	5,245,174	48,192	398,491	1,315,392	75,706,422	6,485	27,666	5,386	9,726

Age	Returns of taxpayers with IRA coverage (from Form 5498)—Continued								
	Rollovers		Roth conversions		Withdrawals <sup>3</sup>		Return on investment <sup>4</sup>	End of year FMV	
	Number of taxpayers	Amount	Number of taxpayers	Amount	Number of taxpayers	Amount		Number of taxpayers	Amount
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
All taxpayers, total.....	3,989,390	204,395,870	239,027	3,257,891	11,479,310	123,336,726	-210,008,306	49,907,974	2,532,724,504
Under 15.....	--	--	958	831	13,049	113,233	-97,073	93,077	552,602
15 under 20.....	--	--	958	14,404	13,773	57,348	-43,380	247,838	568,902
20 under 25.....	60,774	153,848	16,684	50,345	63,376	160,761	-370,281	968,053	2,557,015
25 under 30.....	208,221	989,432	13,996	37,975	172,879	645,784	-1,891,223	2,035,647	8,379,202
30 under 35.....	346,258	3,991,666	23,549	128,655	322,928	1,615,920	-4,083,505	3,347,768	28,715,847
35 under 40.....	398,229	7,514,891	25,896	203,352	441,285	2,792,829	-11,983,165	4,409,185	60,992,458
40 under 45.....	458,087	10,869,222	23,064	388,800	445,868	4,737,862	-21,147,347	5,538,885	123,874,203
45 under 50.....	478,242	17,977,992	30,106	420,942	538,082	5,951,652	-32,379,111	6,256,480	201,965,751
50 under 55.....	450,612	28,473,116	32,635	439,597	587,670	8,561,935	-27,259,368	6,269,258	291,905,922
55 under 60.....	551,620	40,146,976	23,616	557,709	623,962	12,722,702	-2,491,058	5,818,275	394,948,443
60 under 65.....	447,588	49,604,064	26,960	513,507	1,034,988	18,142,759	-14,774,076	4,864,882	446,951,030
65 under 70.....	290,005	23,038,841	13,984	439,525	1,048,204	18,953,841	-29,741,548	3,711,951	362,773,771
70 under 75.....	182,438	14,028,607	6,467	61,011	2,756,513	25,962,418	-38,751,650	3,006,773	370,645,512
75 under 80.....	80,814	5,221,341	152	1,240	2,197,933	15,707,220	-17,403,010	2,165,503	174,576,850
80 and over.....	36,502	2,385,651	--	--	1,218,801	7,210,460	-7,592,284	1,174,398	63,316,995

<sup>1</sup> Number of taxpayers with pension coverage is determined from Form W-2 box 13, which indicates participation in a retirement plan.

<sup>2</sup> Beginning-of-year fair market value is based on the Tax Year 2001 sample's yearend fair market value. However, the 2001 fair market value data are classified by each taxpayer's age at the end of 2002.

<sup>3</sup> Withdrawals are reported on Form 1099-R; does not include withdrawals for the purpose of rollovers to other IRA accounts if the transfer was made by the trustee;

Roth IRA conversions are shown separately.

<sup>4</sup> Column 16 is equal to the change in fair market value (column 18 less column 5) minus total contributions (column 7), rollovers (column 11), plus withdrawals (column 15);

Roth conversions do not affect total fair market value.

NOTE: Details may not add to totals due to rounding.

Source: Matched file of income tax returns, Forms 5498, and 1099-R for Tax Year 2002.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 11.--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Selected Type and Age, Tax Year 2002**

[All figures are estimates based on samples--money amounts are in thousands of dollars and average amounts are in whole dollars]

Age of taxpayer	Size of contributions to traditional IRA plans						
	Total		Under \$2,000		Exactly \$2,000		Over \$2,000 under \$3,000
	Number of taxpayers	Amount (\$1,000)	Number of taxpayers	Amount (\$1,000)	Number of taxpayers	Amount (\$1,000)	Number of taxpayers
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All taxpayers, total.....</b>	<b>5,556,021</b>	<b>12,392,674</b>	<b>1,836,113</b>	<b>1,494,642</b>	<b>773,381</b>	<b>1,546,763</b>	<b>257,956</b>
Under 15.....	6,056	8,151	4,004	4,004	2,010	4,021	--
15 under 20.....	20,572	34,617	10,814	8,185	1,993	3,987	1,389
20 under 25.....	103,268	150,051	61,196	36,282	11,961	23,922	965
25 under 30.....	191,326	343,826	81,165	47,066	27,302	54,604	12,881
30 under 35.....	342,381	656,007	151,686	116,405	22,467	44,933	18,381
35 under 40.....	446,382	840,222	191,277	140,713	54,525	109,050	20,214
40 under 45.....	657,237	1,305,938	252,110	183,250	77,523	155,047	32,238
45 under 50.....	798,464	1,612,636	292,866	249,381	133,628	267,255	36,957
50 under 55.....	925,781	2,198,501	288,100	246,713	107,042	214,084	54,618
55 under 60.....	920,984	2,331,481	237,161	223,694	144,310	288,620	24,054
60 under 65.....	736,371	1,840,451	176,862	164,466	134,641	269,283	44,488
65 under 70½.....	407,198	1,070,793	88,872	74,483	55,979	111,957	11,771
Age of taxpayer	Size of contributions to traditional IRA plans--continued						
	Over \$2,000 under \$3,000--continued	Exactly \$3,000		Over \$3,000 under \$3,500		Exactly \$3,500	
	Amount (\$1,000)	Number of taxpayers	Amount (\$1,000)	Number of taxpayers	Amount (\$1,000)	Number of taxpayers	Amount (\$1,000)
	(8)	(9)	(10)	(11)	(12)	(13)	(14)
<b>All taxpayers, total.....</b>	<b>632,965</b>	<b>1,369,885</b>	<b>4,109,653</b>	<b>42,924</b>	<b>143,480</b>	<b>1,275,762</b>	<b>4,465,173</b>
Under 15.....	--	42	127	--	--	--	--
15 under 20.....	3,318	6,376	19,127	--	--	--	--
20 under 25.....	2,407	29,147	87,441	--	--	--	--
25 under 30.....	32,219	69,979	209,937	--	--	--	--
30 under 35.....	45,131	149,846	449,538	--	--	--	--
35 under 40.....	49,360	180,366	541,099	--	--	--	--
40 under 45.....	81,544	295,366	886,097	--	--	--	--
45 under 50.....	90,959	335,014	1,005,041	--	--	--	--
50 under 55.....	130,507	110,999	332,996	16,996	56,109	348,026	1,218,092
55 under 60.....	61,009	87,683	263,048	16,993	57,368	410,783	1,437,742
60 under 65.....	107,218	61,972	185,917	6,509	21,924	311,898	1,091,644
65 under 70½.....	29,293	43,095	129,285	2,426	8,079	205,055	717,695

Footnotes at end of table.

# Accumulation and Distribution of Individual Retirement Arrangements, 2001-2002

**Table 11.--Taxpayers with Individual Retirement Arrangement (IRA) Plans, by Selected Type and Age, Tax Year 2002--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars and average amounts are in whole dollars]

Age of taxpayer	Size of contributions to Roth IRA plans						
	Total		Under \$2,000		Exactly \$2,000		Over \$2,000 under \$3,000
	Number of taxpayers	Amount (\$1,000)	Number of taxpayers	Amount (\$1,000)	Number of taxpayers	Amount (\$1,000)	Number of taxpayers
	(15)	(16)	(17)	(18)	(19)	(20)	(21)
<b>All taxpayers, total.....</b>	<b>6,133,958</b>	<b>13,189,704</b>	<b>2,421,078</b>	<b>2,266,189</b>	<b>507,449</b>	<b>1,014,896</b>	<b>394,889</b>
Under 15.....	14,466	23,236	7,586	3,100	--	--	2,010
15 under 20.....	93,868	158,081	46,010	35,529	18,002	36,003	6,688
20 under 25.....	344,243	585,756	175,164	127,332	43,808	87,615	10,883
25 under 30.....	619,459	1,051,699	342,762	290,310	52,085	104,170	31,045
30 under 35.....	778,244	1,463,589	379,094	357,017	64,871	129,742	60,340
35 under 40.....	783,955	1,521,109	379,383	386,633	53,679	107,358	60,915
40 under 45.....	804,768	1,587,330	352,305	313,733	62,873	125,746	48,868
45 under 50.....	846,926	1,869,746	293,060	302,105	64,768	129,537	58,159
50 under 55.....	787,404	1,969,655	244,704	245,632	53,162	106,324	51,865
55 under 60.....	593,649	1,687,036	108,546	111,916	40,572	81,145	36,594
60 under 65.....	306,047	824,570	68,455	71,152	30,334	60,668	18,393
65 under 70.....	96,721	274,014	14,527	13,009	10,576	21,151	5,051
70 or more.....	64,208	173,883	9,482	8,721	12,719	25,437	4,078

Age of taxpayer	Size of contributions to Roth IRA plans--continued						
	Over \$2,000 under \$3,000--continued	Exactly \$3,000		Over \$3,000 under \$3,500		Exactly \$3,500	
	Amount (\$1,000)	Number of taxpayers	Amount (\$1,000)	Number of taxpayers	Amount (\$1,000)	Number of taxpayers	Amount (\$1,000)
	(22)	(23)	(24)	(25)	(26)	(27)	(28)
<b>All taxpayers, total.....</b>	<b>996,219</b>	<b>1,836,778</b>	<b>5,510,336</b>	<b>64,231</b>	<b>218,696</b>	<b>909,533</b>	<b>3,183,367</b>
Under 15.....	5,528	4,869	14,608	--	--	--	--
15 under 20.....	17,041	23,169	69,508	--	--	--	--
20 under 25.....	27,643	114,389	343,166	--	--	--	--
25 under 30.....	76,517	193,567	580,702	--	--	--	--
30 under 35.....	155,012	273,939	821,818	--	--	--	--
35 under 40.....	157,184	289,978	869,933	--	--	--	--
40 under 45.....	125,682	340,723	1,022,169	--	--	--	--
45 under 50.....	145,291	430,938	1,292,814	--	--	--	--
50 under 55.....	129,814	84,240	252,719	23,936	81,927	329,497	1,153,238
55 under 60.....	90,434	42,286	126,859	27,676	93,773	337,974	1,182,910
60 under 65.....	43,578	21,847	65,541	8,500	28,820	158,517	554,811
65 under 70.....	12,546	10,884	32,653	3,768	12,950	51,916	181,705
70 or more.....	9,949	5,949	17,846	351	1,226	31,629	110,703

NOTE: Detail may not add to total because of rounding.

Source: Matched file of income tax returns, Forms 5498 and 1099-R for Tax Year 2002.

# Selected Historical and Other Data

**Table 1.--**Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004

*Page 257*

**Table 2.--**Individual Income Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004

*Page 261*

**Table 3.--**Number of Individual Income Tax Returns, Income, Exemptions and Deductions, Tax, and Average Tax, by Size of Adjusted Gross Income, Tax Years 2002-2004

*Page 314*

**Table 4.--**Comparison of Personal Income in the National Income and Product Accounts (NIPA) with Adjusted Gross Income (AGI), for Specified Tax Years, 1985-2003

*Page 316*

**Table 5.--**Personal Income and Total Adjusted Gross Income Based on Individual Income Tax Returns per National Income and Product Accounts (NIPA), Tax Years 1950-2003

*Page 317*

**Table 6.--**Total Adjusted Gross Income Estimated from National Income and Product Accounts (NIPA) and as Reported on Individual Income Tax Returns per Statistics of Income (SOI), Tax Years 1950-2003

*Page 318*

**Table 7.--**Standard, Itemized, and Total Deductions Reported on Individual Income Tax Returns, Tax Years 1950-2004

*Page 319*

**Table 8.--**Personal Income per National Income and Product Accounts (NIPA), and Taxable Income and Individual Income Tax per Statistics of Income (SOI), Tax Years 1950-2004

*Page 320*

**Table 9.--**Number of Individual Income Tax Returns, by Type of Tax Settlement, Tax Years 1950-2004

*Page 321*

**Table 10.--**Nonfarm Sole Proprietorship Returns: Selected Income Statement Items for Specified Income Years, 1995-2003

*Page 322*

**Table 11.--**Partnership Returns: Selected Balance Sheet and Income Statement Items for Specified Income Years, 1995-2003

*Page 323*

**Table 12.--**Number of Business Income Tax Returns, by Size of Business for Specified Income Years, 1995-2003

*Page 324*

**Table 13.--**Corporation Income Tax Returns: Balance Sheet, Income Statement, and Tax Items for Specified Income Years, 1995-2003

*Page 326*

**Table 14a.--**Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by Standard Industrial Classification (SIC) Industrial Division, Specified Income Years, 1985-1997

*Page 328*

**Table 14b.--**Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003

*Page 331*

**Table 15.--**Corporation Profits Before Tax per National Income and Product Accounts (NIPA) and per Statistics of Income (SOI), and Income Subject to Tax per SOI, Income Years 1960-2003

*Page 338*

**Table 16.--**Nonprofit Charitable Organization and Domestic Private Foundation Information Returns, and Tax-Exempt Organization Business Income Tax Returns: Selected Financial Data, 1995-2002

*Page 339*

**Table 17.--**Estate Tax Returns as a Percentage of Adult Deaths, Selected Years of Death, 1934-2002

*Page 340*

**Table 18.--**Treasury Department Gross Tax Collections: Amount Collected by Quarter and Fiscal Year, 1987-2006

*Page 341*

**Table 19.--**Internal Revenue Tax Refunds: Amount Refunded by Quarter and Fiscal Year, 1987-2006

*Page 343*

## Selected Historical and Other Data

**Table 20.--**Individual Income Tax Refund Offsets for Repayment of Specific Outstanding Taxpayer Obligations or Debts, by Selected Type of Program or U.S. Government Agency to Which Amount Was Owed, Calendar Years of Offset, 1988-2005

*Page 345*

**Table 21.--**Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1998-2005

*Page 347*

**Table 22.--**Selected Returns and Forms Filed or To Be Filed by Type During Specified Calendar Years, 1990-2007

*Page 353*

**Table 23.--**Taxpayers Receiving Assistance, Paid and Unpaid, Specified Tax Years 1999-2004

*Page 355*

**Notes** to Selected Historical and Other Data Tables

*Page 357*

**Appendix** to Selected Historical and Other Data Tables

*Page 385*

**Notice:** The data on the following pages represent the most recent and most accurate information available at time of publication. However, they are subject to continuous revision as more information becomes available. Data labeled as preliminary should be used with caution.

# Selected Historical and Other Data

**Table 1.--Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	1995	1999	2000	2001	2002	2003	2004p
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>All returns <sup>1</sup>.....</b>	<b>118,218,327</b>	<b>127,075,145</b>	<b>129,373,500</b>	<b>130,255,237</b>	<b>130,076,443</b>	<b>130,423,626</b>	<b>132,384,919</b>
Form 1040 returns <sup>1</sup> .....	64,774,724	74,165,814	78,846,102	80,500,011	80,748,948	80,420,043	80,278,569
Form 1040A returns <sup>1</sup> .....	24,463,262	26,961,302	28,826,589	28,293,817	28,714,328	29,631,494	30,878,413
Form 1040EZ returns <sup>1</sup> .....	21,644,177	20,752,420	21,700,809	21,461,409	20,613,167	20,372,089	21,227,937
Form 1040PC returns <sup>1</sup> .....	7,102,740	5,195,609	N/A	N/A	N/A	N/A	N/A
Electronically-filed returns <sup>1</sup> .....	14,724,219	35,495,320	40,078,595	46,861,486	52,798,823	61,154,815	69,455,931
Returns by filing status:							
Joint returns.....	49,036,410	49,900,030	50,268,249	51,034,384	51,302,089	51,510,779	52,209,457
Returns of married persons filing separately.....	2,627,963	2,385,646	2,486,719	2,441,481	2,330,723	2,320,275	2,382,705
Returns of heads of households.....	15,551,213	17,781,482	18,208,359	18,493,710	19,170,266	19,506,611	19,726,757
Returns of surviving spouses.....	115,370	80,870	63,800	74,242	73,577	83,179	82,927
Returns of single persons.....	50,887,371	56,927,117	58,346,372	58,211,420	57,199,788	57,002,781	57,983,074
Returns with Presidential Election Campaign Fund checkoff: <sup>2</sup>							
Number of returns.....	14,935,134	14,208,181	13,958,259	14,240,945	13,143,595	12,198,321	11,676,418
Amount.....	67,860	61,090	60,685	60,801	56,567	52,361	50,555
Number of boxes checked.....	21,443,077	18,306,408	19,741,877	20,266,894	18,857,672	17,453,770	16,851,768
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>4,189,353,615</b>	<b>5,855,467,909</b>	<b>6,365,376,648</b>	<b>6,170,603,942</b>	<b>6,033,585,532</b>	<b>6,207,108,793</b>	<b>6,764,907,485</b>
Salaries and wages:							
Number of returns.....	101,138,551	108,183,782	110,168,714	111,227,450	110,938,441	110,890,993	112,857,828
Amount.....	3,201,456,569	4,132,473,459	4,456,167,438	4,565,229,218	4,559,690,903	4,649,900,493	4,977,868,690
Taxable interest received: <sup>4</sup>							
Number of returns.....	67,028,830	67,218,877	68,046,458	67,479,816	63,584,806	59,459,344	57,675,120
Amount.....	154,780,536	175,675,236	199,321,670	198,177,814	149,024,899	127,159,692	111,561,113
Tax-exempt interest: <sup>5</sup>							
Number of returns.....	5,006,129	4,801,877	4,658,345	4,557,381	4,453,829	4,524,955	4,386,097
Amount.....	48,518,428	52,513,007	53,951,877	55,582,376	54,564,465	53,750,230	49,837,939
Dividends in AGI: <sup>4,6</sup>							
Number of returns.....	26,214,195	32,226,492	34,140,605	32,621,151	31,409,759	30,475,097	30,612,466
Amount.....	94,592,325	132,465,522	146,987,679	119,533,324	103,241,332	115,141,232	135,353,804
Qualified dividends in AGI: <sup>6</sup>							
Number of returns.....	n.a.	n.a.	n.a.	n.a.	n.a.	22,449,379	24,544,754
Amount.....	n.a.	n.a.	n.a.	n.a.	n.a.	80,994,736	102,348,349
Business or profession net income: <sup>7</sup>							
Number of returns.....	12,217,261	13,165,318	13,312,586	13,611,559	13,750,982	14,442,334	15,011,873
Amount.....	191,809,620	233,746,237	244,598,112	249,507,231 <sup>f</sup>	256,878,740	268,581,833	280,499,096
Business or profession net loss: <sup>7,8</sup>							
Number of returns.....	3,955,590	4,146,807	4,287,423	4,406,790	4,846,323	4,973,314	5,201,188
Amount.....	22,466,293	25,332,170	30,732,759	32,734,734	36,095,167	38,926,548	41,915,266
Net capital gain in AGI: <sup>6,9</sup>							
Number of returns.....	14,829,385	22,497,646	22,645,728	12,630,577	9,969,731	9,081,384	10,749,057
Amount.....	180,130,460	552,604,872	644,284,795	348,132,997	268,202,336	322,973,738	440,133,546
Net capital loss in AGI: <sup>6,10</sup>							
Number of returns.....	5,133,540	5,202,857	6,875,037	10,839,824	13,279,894	12,808,303	11,493,985
Amount.....	9,715,254	9,846,756	13,742,364	22,964,034	29,833,878	28,952,022	25,454,976
Sales of property other than capital assets, net gain: <sup>11</sup>							
Number of returns.....	802,688	834,575	827,490	772,632	789,392	798,662	827,819
Amount.....	5,734,820	6,557,503	7,445,007	7,208,365	7,291,728	8,138,821	9,311,122
Sales of property other than capital assets, net loss: <sup>11</sup>							
Number of returns.....	974,545	898,350	872,562	843,253	938,985	955,198	848,226
Amount.....	8,744,858	8,269,794	8,364,141	9,105,361	9,678,258	8,469,180	6,665,222
Pensions and annuities in AGI: <sup>12</sup>							
Number of returns.....	18,414,601	21,343,646	21,765,211	22,262,774	22,794,417	22,822,842	23,344,955
Amount.....	221,053,045	304,310,714	325,827,702	338,745,409	357,840,960	372,931,442	399,311,044
Unemployment compensation: <sup>13</sup>							
Number of returns.....	7,985,322	6,775,723	6,478,292	8,799,886	10,334,639	10,065,230	9,154,275
Amount.....	19,336,423	17,530,779	16,913,305	26,890,925	43,129,155	44,007,879	32,740,408

See notes at end of this section.

## Selected Historical and Other Data

**Table 1.--Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004**  
**--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	1995	1999	2000	2001	2002	2003	2004p
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Adjusted gross income (AGI)--continued</b>							
Social Security benefits in AGI: <sup>14</sup>							
Number of returns.....	6,598,033	9,459,189	10,608,572	10,779,280	10,702,502	10,975,002	11,825,356
Amount..... <sup>7</sup>	45,715,361	75,078,976	89,964,021	93,559,363	93,459,494	97,768,201	111,778,572
Rent net income:							
Number of returns.....	4,358,760	4,355,533	4,200,588	4,226,121	4,228,529	4,086,160	4,025,148
Amount..... <sup>7</sup>	35,165,713	43,459,764	45,099,159	47,307,618	49,265,943	49,236,378	49,737,212
Rent net loss: <sup>7</sup>							
Number of returns.....	4,903,387	4,616,526	4,520,263	4,504,545	4,500,788	4,529,086	4,622,122
Amount.....	27,437,709	28,341,505	30,309,122	31,057,269	34,253,712	37,558,496	42,402,272
Royalty net income: <sup>15</sup>							
Number of returns.....	1,096,821	1,117,408	1,103,851	1,133,409	1,118,018	1,242,840	1,253,398
Amount.....	5,010,334	6,482,226	7,997,803	10,630,523	8,013,942	10,729,655	11,315,896
Royalty net loss: <sup>15</sup>							
Number of returns.....	36,680	46,926	36,033	46,313	38,389	32,790	30,039
Amount.....	84,550	131,699	100,895	89,482	140,775	123,569	167,299
Partnership and S corporation net income: <sup>16</sup>							
Number of returns.....	3,566,632	4,154,776	4,179,537	4,356,933	4,329,316	4,453,988	4,391,303
Amount.....	166,418,667	269,757,830	285,424,865	301,558,966	314,665,137	333,029,137	355,465,300
Partnership and S corporation net loss: <sup>8, 16</sup>							
Number of returns.....	2,055,062	2,121,841	2,120,784	2,139,574	2,394,105	2,552,592	2,268,094
Amount.....	40,666,189	58,685,867	72,511,266	76,448,871	76,697,948	78,972,015	57,536,319
Estate or trust net income:							
Number of returns.....	506,584	516,024	556,534	493,247	539,946	499,416	478,444
Amount.....	6,870,734	10,975,854	12,134,000	12,378,332	12,459,427	13,498,758	13,051,086
Estate or trust net loss:							
Number of returns.....	41,050	40,071	39,026	44,096	41,508	33,117	31,176
Amount.....	816,719	1,092,143	1,127,838	2,158,566	1,219,102	1,083,966	630,041
Farm net income:							
Number of returns.....	726,065	725,782	703,083	649,173	556,331	592,019	591,038
Amount..... <sup>8</sup>	8,192,174	9,201,162	8,270,319	7,656,704	6,324,051	7,472,503	7,830,456
Farm net loss:							
Number of returns.....	1,493,178	1,320,526	1,358,701	1,357,698	1,438,741	1,405,097	1,414,985
Amount.....	16,041,814	15,444,078	17,305,037	18,661,484	20,743,770	19,843,995	19,894,553
<b>Total statutory adjustments:</b>							
Number of returns <sup>17</sup>	18,208,887	22,659,973	23,197,425	23,497,092	28,911,078	30,382,069	32,069,452
Amount..... <sup>17</sup>	41,139,577	56,698,800	58,609,518	60,572,768	77,161,432	87,575,677	94,479,216
Educator expenses:							
Number of returns.....	N/A	N/A	N/A	N/A	2,884,403	3,240,673	3,437,540
Amount.....	N/A	N/A	N/A	N/A	712,505	805,734	865,467
Individual Retirement Arrangements: <sup>18</sup>							
Number of returns.....	4,300,722	3,687,149	3,505,032	3,448,457	3,277,671	3,418,494	3,379,417
Amount.....	8,338,014	7,883,438	7,477,074	7,406,866	9,462,404	10,006,814	10,239,186
Student loan interest deduction:							
Number of returns.....	N/A	4,136,505	4,477,986	4,405,667	6,640,784	6,953,370	7,604,016
Amount.....	N/A	2,254,531	2,639,472	2,711,733	4,469,546	4,409,816	4,438,098
Tuition and fees deduction:							
Number of returns.....	N/A	N/A	N/A	N/A	3,444,941	3,571,154	4,738,193
Amount.....	N/A	N/A	N/A	N/A	6,154,145	6,683,631	10,677,851
Medical savings account deduction: <sup>19</sup>							
Number of returns.....	N/A	50,393	65,415	69,957	61,118	67,347	30,883
Amount.....	N/A	81,977	120,330	123,296	121,282	129,214	63,086
Keogh and self-employed retirement plans:							
Number of returns.....	1,032,102	1,264,007	1,287,706	1,290,496	1,186,947	1,208,801	1,171,091
Amount.....	8,734,145	11,928,242	12,475,396	13,114,412	16,349,738	17,795,957	17,982,632
Deduction for self-employment tax:							
Number of returns.....	12,849,084	14,029,609	14,300,141	14,574,036	14,664,473	15,373,279	15,763,127
Amount.....	13,341,810	16,689,650	17,392,967	18,134,959	18,687,162	19,791,285	20,148,573

See notes at end of this section.

# Selected Historical and Other Data

**Table 1.--Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004**  
**--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	1995	1999	2000	2001	2002	2003	2004p
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Total statutory adjustments--continued</b>							
Self-employed health insurance: <sup>20</sup>							
Number of returns.....	3,011,145	3,491,539	3,564,624	3,559,792	3,571,152	3,802,277	3,699,187
Amount.....	2,601,145	6,755,071	7,569,198	8,177,397	10,494,247	16,454,211	17,270,521
<b>Exemptions:</b>							
Number of exemptions, total.....	237,164,486	248,657,119	252,332,427	256,186,046	258,716,374	261,126,373	264,727,822
Amount..... <sup>21</sup>	584,509,487	669,241,317	690,109,474	727,554,990	761,440,430	781,305,067	803,389,845
Number of boxes checked for taxpayer's age							
65 or over..... <sup>21</sup>	19,450,417	21,785,802	22,475,999	22,825,923	22,948,745	23,178,832	24,008,864
Primary taxpayer.....	13,875,464	15,760,847	16,159,749	16,443,262	16,444,649	16,626,808	17,086,909
Spouse.....	5,574,953	6,024,955	6,316,250	6,382,661	6,504,096	6,552,024	6,921,955
<b>Total deductions:</b>							
Number of returns..... <sup>22</sup>	117,230,454	125,999,671	128,204,824	128,800,540	128,302,742	128,592,872	130,572,217
Amount..... <sup>22</sup>	940,958,666	1,205,337,338	1,293,181,391	1,366,435,851	1,390,114,852	1,457,644,886	1,536,262,023
Standard deductions: <sup>23</sup>							
Number of returns.....	83,222,737	85,755,366	85,670,504	84,238,233	82,655,191	84,643,281	84,384,089
Amount.....	413,584,632	463,960,491	470,820,881	466,971,032	477,170,045	539,921,089	548,505,579
Returns with additional standard deductions for age 65 or over or blindness:							
Number of returns.....	10,809,600	11,200,024	11,330,554	11,116,629	10,857,098	11,200,647	11,118,473
Amount.....	12,319,288	14,264,309	14,735,998	14,936,559	14,897,487	15,858,963	16,053,978
Itemized deductions:							
Number of returns..... <sup>24</sup>	34,007,717	40,244,305	42,534,320	44,562,308	45,647,551	43,949,591	46,188,128
Amount..... <sup>24</sup>	527,374,034	741,376,847	822,360,510	884,528,260	898,047,320	901,864,834	971,702,466
Medical and dental expense: <sup>25</sup>							
Number of returns.....	5,351,066	5,884,418	6,513,104	7,571,522	8,547,481	8,678,320	9,458,334
Amount.....	26,964,295	35,375,998	39,251,004	47,071,726	52,276,395	56,007,076	61,292,493
Taxes paid: <sup>26</sup>							
Number of returns.....	33,530,277	39,564,240	41,823,555	43,797,188	44,793,590	43,061,888	45,870,333
Amount.....	188,643,888	265,365,133	294,711,547	307,974,817	302,653,989	310,896,704	357,908,694
Interest paid: <sup>27</sup>							
Number of returns.....	28,704,828	33,705,780	35,405,336	36,800,610	37,637,017	36,211,578	37,961,584
Amount.....	215,077,974	291,552,907	322,931,506	349,900,751	351,495,773	340,319,125	345,937,522
Home mortgage interest paid:							
Number of returns.....	28,350,260	33,267,570	34,914,116	36,331,190	37,216,044	35,797,375	37,570,218
Amount.....	203,074,312	272,148,740	299,963,368	330,692,376	336,570,649	325,191,983	335,313,914
Charitable contributions:							
Number of returns.....	30,540,637	35,523,471	37,524,825	39,386,782	40,399,695	38,626,902	40,594,576
Amount.....	74,991,519	125,798,548	140,681,631	139,241,476	140,571,365	145,702,137	156,200,064
<b>Taxable income:</b>							
Number of returns.....	94,612,292	102,845,571	105,259,292	104,174,654	102,275,969	101,392,812	102,915,892
Amount.....	2,813,826,386	4,136,119,714	4,544,242,424	4,268,506,425	4,096,127,651	4,200,218,439	4,649,039,200
<b>Income tax before credits:</b> <sup>28, 29</sup>							
Number of returns.....	94,497,909	102,834,362	105,277,966	104,195,834	102,293,722	101,412,777	102,922,519
Amount.....	596,168,654	906,811,755	1,018,218,948	933,567,474	836,842,718	790,005,881	881,808,770
<b>Tax credits:</b>							
Number of returns..... <sup>30,31</sup>	15,240,064	36,621,595	37,736,095	49,792,710	40,614,049	41,091,029	41,868,743
Total amount..... <sup>30,31</sup>	10,040,198	35,892,344	37,722,293	45,631,198	39,862,411	41,995,756	51,389,855
Child care credit:							
Number of returns.....	5,964,253	6,182,193	6,368,101	6,184,507	6,185,855	6,313,297	6,400,794
Amount.....	2,517,962	2,675,147	2,793,860	2,721,061	2,706,539	3,206,890	3,380,224
Credit for the elderly or disabled:							
Number of returns.....	251,524	181,813	155,796	139,097	133,538	123,147	107,271
Amount..... <sup>32</sup>	48,028	33,629	32,608	30,496	21,119	20,257	18,292
Child tax credit:							
Number of returns.....	N/A	26,016,019	26,404,521	26,452,875	25,939,801	25,672,254	26,070,095
Amount.....	N/A	19,398,625	19,689,359	22,427,229	21,520,271	22,788,025	32,426,392
Education credits:							
Number of returns.....	N/A	6,436,654	6,815,316	7,212,554	6,475,134	7,298,227	7,253,234
Amount.....	N/A	4,772,443	4,851,178	5,156,254	4,882,853	5,843,029	6,076,920

See notes at end of this section.

## Selected Historical and Other Data

**Table 1.--Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004**  
--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	1995	1999	2000	2001	2002	2003	2004p
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Tax credits--continued</b>							
Retirement savings contributions credit:							
Number of returns.....	N/A	N/A	N/A	N/A	5,307,176	5,296,688	5,361,813
Amount.....	N/A	N/A	N/A	N/A	1,058,219	1,034,394	1,026,889
Foreign tax credit:							
Number of returns.....	1,730,566	3,266,544	3,935,699	3,942,604	3,748,974	4,145,174	4,696,787
Amount.....	2,965,313	4,941,010	5,990,360	6,254,559	5,933,600	5,805,555	5,754,318
General business credit:							
Number of returns.....	267,527	287,658	275,116	269,648	284,720	262,738	230,905
Amount.....	702,906	783,920	764,253	713,974	750,855	612,744	507,705
<b>Income tax after credits:</b> <sup>28</sup>							
Number of returns.....	89,233,118	94,511,758	96,815,794	94,763,163	90,963,775	88,921,898	89,206,556
Amount.....	586,128,456	870,919,411	980,496,655	887,936,276	796,980,307	748,010,125	830,418,915
<b>Total income tax:</b> <sup>33</sup>							
Number of returns.....	89,252,989	94,546,080	96,817,602	94,763,530	90,963,896	88,921,904	89,206,556
Amount.....	588,419,030	877,401,489	980,645,201	887,973,968	796,986,268	748,017,488	830,419,041
Alternative minimum tax: <sup>34</sup>							
Number of returns.....	414,106	1,018,063	1,304,198	1,120,047	1,910,789	2,357,975	3,132,706
Amount.....	2,290,576	6,477,697	9,600,840	6,756,705	6,853,901	9,469,803	12,062,016
<b>Earned income credit:</b> <sup>35</sup>							
Number of returns.....	19,334,397	19,258,715	19,277,225	19,593,122	21,703,187	22,024,227	22,479,207
Amount.....	25,955,575	31,901,107	32,296,341	33,375,971	38,198,572	38,657,067	40,616,952
Used to offset income tax before credits:							
Number of returns.....	7,850,841	5,352,300	5,416,246	4,412,721	4,168,977	3,606,251	2,988,349
Amount.....	3,145,736	1,918,065	1,968,680	1,470,200	1,114,948	926,381	772,269
Used to offset other taxes:							
Number of returns.....	2,909,053	3,137,122	3,147,876	3,506,426	4,106,193	4,401,160	4,680,510
Amount.....	1,980,998	2,378,860	2,523,703	2,862,938	3,346,682	3,718,355	4,045,464
Excess earned income credit (refundable):							
Number of returns.....	15,177,901	16,049,812	16,125,542	16,631,224	18,780,033	19,162,460	19,674,899
Amount.....	20,828,840	27,604,182	27,803,959	29,042,833	33,736,942	34,012,332	35,799,219
<b>Tax payments, total:</b>							
Number of returns..... <sup>36</sup>	111,098,864	119,809,259	122,243,874	123,451,339	120,083,021	123,461,513	125,363,566
Amount..... <sup>36</sup>	670,131,074	981,100,157	1,084,868,447	1,076,500,696	953,697,397	974,543,079	1,007,623,935
Income tax withheld: <sup>37</sup>							
Number of returns.....	102,436,220	111,193,931	113,733,442	114,798,386	114,861,744	114,861,706	116,879,018
Amount.....	495,484,153	695,526,980	763,901,388	773,325,891	717,492,263	703,758,484	746,802,522
Excess Social Security tax withheld:							
Number of returns.....	1,033,189	1,377,613	1,640,582	1,436,746	1,145,352	1,121,141	1,244,015
Amount.....	1,081,454	1,712,649	2,184,849	1,915,349	1,564,478	1,566,411	1,731,843
Estimated tax payments: <sup>38</sup>							
Number of returns.....	11,903,592	13,169,356	13,326,669	13,167,855	12,434,579	11,576,213	10,888,906
Amount.....	122,489,252	196,915,946	221,621,893	220,195,712	198,177,595	182,906,911	176,626,529
Payments with requests for extension of filing time: <sup>39</sup>							
Number of returns.....	1,368,994	1,510,206	1,610,937	1,448,214	1,235,156	1,333,579	935,855
Amount.....	24,929,343	53,984,319	63,396,711	42,495,018	36,321,934	38,303,188	27,170,029
<b>Tax due at time of filing:</b>							
Number of returns.....	29,734,331	29,200,902	30,624,423	24,581,130	22,818,761	21,072,333	24,204,175
Amount.....	71,153,015	119,091,512	134,944,362	91,822,703	82,287,723	73,741,408	112,251,285
<b>Tax overpayments, total:</b> <sup>40</sup>							
Number of returns.....	85,348,771	94,827,237	95,921,082	102,310,896	103,462,884	105,361,848	104,189,272
Amount.....	119,462,121	182,049,186	196,198,780	236,982,082	239,784,002	254,553,541	242,866,347
Overpayment refunds:							
Number of returns.....	82,744,440	91,600,741	93,000,030	99,011,975	100,143,606	102,004,984	101,415,475
Amount.....	104,537,379	155,513,635	167,577,365	202,274,032	205,987,348	219,751,889	220,893,024

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>UNITED STATES <sup>2</sup></b>						
<b>Number of returns.....</b>	<b>133,092,565</b>	<b>92,277,037</b>	<b>17,922,902</b>	<b>10,015,637</b>	<b>9,815,321</b>	<b>3,061,668</b>
Number of joint returns.....	52,225,721	21,593,939	11,513,644	8,063,363	8,438,738	2,616,037
Number with paid preparer's signature.....	78,125,181	53,216,912	10,700,352	5,872,471	5,946,200	2,389,246
Number of exemptions.....	269,662,776	160,217,108	44,303,111	27,732,581	28,429,329	8,980,647
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>6,745,101,602</b>	<b>1,788,706,363</b>	<b>1,100,740,167</b>	<b>862,762,850</b>	<b>1,294,760,029</b>	<b>1,698,132,194</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	112,534,497	75,627,439	16,166,931	9,169,619	8,962,650	2,607,858
Amount.....	4,917,551,535	1,533,846,536	891,303,503	699,009,194	999,027,855	794,364,445
Taxable interest: Number.....	57,737,605	28,707,688	10,674,598	7,253,908	8,210,418	2,890,993
Amount.....	124,912,517	35,480,293	13,789,122	10,317,323	17,714,313	47,611,467
Ordinary dividends: Number.....	30,667,016	13,597,985	5,275,457	3,986,651	5,383,751	2,423,172
Amount.....	140,707,484	23,716,037	11,745,651	10,193,492	21,968,826	73,083,478
Business or profession net income (less loss):						
Number.....	20,412,780	12,562,806	3,025,380	1,861,145	2,114,231	849,218
Amount.....	247,760,665	69,361,903	29,871,462	24,459,369	53,867,649	70,200,282
Number of farm returns.....	2,012,967	1,178,374	364,678	201,646	183,548	84,721
Net capital gain (less loss) in AGI: Number.....	25,102,036	10,819,316	4,096,087	3,155,346	4,640,007	2,391,280
Amount.....	451,493,828	16,445,478	10,530,880	12,615,960	43,984,117	367,917,393
Taxable Individual Retirement Arrangements distributions: Number.....	8,884,756	5,138,835	1,573,637	945,789	935,549	290,946
Amount.....	101,057,208	31,584,254	18,070,155	15,052,079	23,065,178	13,285,542
Pensions and annuities in AGI: Number.....	22,989,778	13,651,508	4,038,994	2,382,280	2,308,639	608,357
Amount.....	396,517,229	159,149,547	83,088,139	58,770,169	71,547,515	23,961,859
Unemployment compensation: <sup>5</sup> Number.....	8,987,910	6,464,493	1,383,162	638,571	440,144	61,540
Amount.....	31,894,772	21,790,448	5,265,923	2,559,294	1,956,006	323,101
Social Security benefits in AGI: Number.....	11,504,138	5,584,986	2,716,698	1,418,067	1,296,118	488,269
Amount.....	108,651,284	24,645,806	32,662,539	21,202,618	21,181,838	8,958,483
Self-employment retirement plans: Number.....	1,195,147	189,650	148,634	152,715	362,595	341,553
Amount.....	18,815,748	1,097,237	1,158,164	1,464,431	5,318,975	9,776,941
Total itemized deductions: <sup>5</sup> Number.....	46,526,032	16,508,366	10,554,014	7,755,895	8,853,529	2,854,228
Amount.....	1,014,809,445	242,436,155	177,748,315	152,186,451	233,150,520	209,288,004
State and local income taxes: Number.....	34,056,446	9,813,114	8,174,722	6,281,602	7,349,810	2,437,198
Amount.....	202,314,327	15,816,192	23,988,377	26,231,143	50,354,336	85,924,279
State and local general sales tax: Number.....	10,999,270	5,667,118	2,181,701	1,360,827	1,390,743	398,881
Amount.....	19,071,075	5,464,791	4,136,980	3,278,741	4,166,032	2,024,531
Real estate taxes: Number.....	40,435,582	12,845,085	9,360,235	7,170,611	8,340,934	2,718,717
Amount.....	132,677,640	29,029,837	23,412,408	21,417,910	34,675,440	24,142,045
Taxes paid: Number.....	46,463,472	16,378,694	10,582,445	7,770,425	8,861,673	2,870,235
Amount.....	373,206,514	58,782,028	54,496,028	52,840,987	92,502,464	114,585,007
Interest paid: Number.....	38,135,655	11,918,459	9,036,396	6,897,270	7,852,978	2,430,552
Amount.....	372,320,228	97,374,729	72,366,251	61,071,772	87,957,006	53,550,469
Contributions: Number.....	40,426,932	12,733,530	9,380,521	7,157,034	8,396,168	2,759,679
Amount.....	162,198,662	25,302,582	23,405,786	20,920,030	33,938,584	58,631,680
Taxable income: Number.....	103,100,405	62,404,683	17,841,738	9,995,772	9,800,974	3,057,238
Amount.....	4,641,707,200	860,192,492	724,591,499	604,853,363	966,972,032	1,485,097,814
Total tax credits: <sup>6</sup> Number.....	40,130,602	22,199,055	7,794,421	4,945,765	3,999,405	1,191,956
Amount.....	51,981,422	17,878,566	13,078,076	8,661,883	5,271,976	7,090,921
Child tax credit: Number.....	26,241,255	13,440,778	6,279,598	3,874,120	2,645,583	1,176
Amount.....	32,422,899	11,745,249	10,315,121	6,658,452	3,702,937	1,140
Child care credit: Number.....	6,298,598	2,629,619	1,429,638	1,011,980	1,024,944	202,417
Amount.....	3,290,779	1,394,802	726,834	528,615	532,991	107,537
Earned income credit: <sup>7</sup> Number.....	22,418,110	22,418,110	--	--	--	--
Amount.....	40,716,230	40,716,230	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	19,683,082	19,683,082	--	--	--	--
Amount.....	35,969,164	35,969,164	--	--	--	--
Alternative minimum tax: Number.....	3,146,323	47,856	98,603	152,080	1,112,316	1,735,468
Amount.....	12,895,393	136,863	117,781	217,788	2,085,226	10,337,735
Income tax: <sup>9</sup> Number.....	91,150,187	51,183,952	17,195,137	9,922,579	9,789,959	3,058,560
Amount.....	832,385,003	90,089,999	92,285,650	84,826,602	175,957,351	389,225,401
Total tax liability: <sup>10</sup> Number.....	98,477,636	58,262,887	17,401,619	9,953,464	9,799,984	3,059,682
Amount.....	879,938,123	107,208,602	98,951,188	89,983,669	184,981,959	398,812,705
Tax due at time of filing: <sup>11</sup> Number.....	24,058,400	12,230,696	4,093,296	2,477,947	3,619,280	1,637,181
Amount.....	99,126,978	11,921,055	8,099,606	6,838,542	17,889,342	54,378,433
Overpayments: <sup>12</sup> Number.....	101,423,316	74,446,473	13,285,164	7,174,722	5,626,313	890,644
Amount.....	223,591,997	127,204,417	35,418,444	23,768,796	24,012,692	13,187,648

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>ALABAMA</b>						
<b>Number of returns.....</b>	<b>1,910,403</b>	<b>1,416,612</b>	<b>234,243</b>	<b>125,827</b>	<b>104,861</b>	<b>28,860</b>
Number of joint returns.....	768,809	364,035	173,791	110,195	95,089	25,699
Number with paid preparer's signature.....	1,224,390	909,501	150,198	76,742	64,166	23,783
Number of exemptions.....	4,006,258	2,658,350	603,145	355,931	303,778	85,054
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>80,884,836</b>	<b>27,332,223</b>	<b>14,380,699</b>	<b>10,814,201</b>	<b>13,651,672</b>	<b>14,706,041</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	1,644,807	1,196,770	212,474	115,699	95,669	24,195
Amount.....	60,102,429	23,361,825	11,724,325	8,797,915	10,239,852	5,978,512
Taxable interest: Number.....	660,359	338,944	125,223	85,036	84,090	27,066
Amount.....	1,298,069	429,561	162,915	124,075	193,737	387,781
Ordinary dividends: Number.....	312,639	138,115	55,771	43,079	53,431	22,243
Amount.....	1,408,022	225,585	120,032	105,122	232,088	725,195
Business or profession net income (less loss):						
Number.....	290,984	197,186	40,381	22,847	22,042	8,528
Amount.....	2,439,229	751,632	280,067	225,721	520,166	661,643
Number of farm returns.....	51,969	29,389	9,725	5,720	5,029	2,106
Net capital gain (less loss) in AGI: Number.....	246,615	106,048	41,769	32,734	44,266	21,798
Amount.....	3,722,603	157,817	116,706	140,343	449,648	2,858,088
Taxable Individual Retirement Arrangements distributions: Number.....	109,401	64,353	19,511	11,632	10,744	3,161
Amount.....	1,158,254	391,196	216,501	170,806	248,492	131,259
Pensions and annuities in AGI: Number.....	350,004	217,597	60,359	34,805	30,614	6,629
Amount.....	5,901,063	2,628,461	1,234,191	849,194	941,586	247,629
Unemployment compensation: Number.....	108,130	86,608	13,467	5,070	2,760	225
Amount.....	227,074	175,728	30,380	12,774	7,463	729
Social Security benefits in AGI: Number.....	161,753	83,037	38,433	19,115	15,813	5,355
Amount.....	1,440,841	344,073	452,527	286,595	258,463	99,183
Self-employment retirement plans: Number.....	8,846	1,210	953	1,025	2,775	2,883
Amount.....	141,299	6,038	6,698	9,159	41,250	78,154
Total itemized deductions: <sup>5</sup> Number.....	571,165	236,176	126,324	91,113	90,898	26,654
Amount.....	10,258,595	3,042,151	1,952,556	1,599,751	2,095,555	1,568,581
State and local income taxes: Number.....	466,934	162,448	110,493	83,108	85,132	25,753
Amount.....	1,699,220	230,032	276,087	286,534	436,932	469,635
State and local general sales tax: Number.....	94,768	64,800	15,402	7,863	5,632	1,071
Amount.....	133,160	60,897	33,059	17,660	16,694	4,850
Real estate taxes: Number.....	480,815	170,214	112,385	85,607	86,911	25,698
Amount.....	445,563	99,693	74,584	68,776	109,148	93,362
Taxes paid: Number.....	572,245	235,965	126,926	91,397	91,077	26,880
Amount.....	2,407,804	429,396	410,738	395,448	590,106	582,116
Interest paid: Number.....	468,922	169,933	110,845	83,262	82,432	22,450
Amount.....	3,476,449	943,709	722,128	615,004	759,513	436,095
Contributions: Number.....	516,203	199,601	116,600	86,410	87,508	26,084
Amount.....	2,492,681	535,521	424,637	377,632	533,405	621,485
Taxable income: Number.....	1,413,508	920,626	233,648	125,679	104,732	28,823
Amount.....	52,707,202	11,822,891	9,579,800	7,781,047	10,489,261	13,034,203
Total tax credits: <sup>6</sup> Number.....	586,128	370,649	105,335	61,728	39,037	9,379
Amount.....	683,344	294,980	176,787	106,975	50,177	54,426
Child tax credit: Number.....	409,536	243,225	88,249	50,072	27,980	10
Amount.....	461,499	199,529	140,508	83,166	38,279	19
Child care credit: Number.....	99,435	49,725	23,289	14,570	10,446	1,405
Amount.....	50,307	25,601	11,397	7,392	5,181	736
Earned income credit: <sup>7</sup> Number.....	490,840	490,840	--	--	--	--
Amount.....	1,022,676	1,022,676	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	449,969	449,969	--	--	--	--
Amount.....	932,421	932,421	--	--	--	--
Alternative minimum tax: Number.....	14,056	367	792	913	4,053	7,931
Amount.....	56,239	938	990	1,527	8,883	43,900
Income tax: <sup>9</sup> Number.....	1,200,871	713,835	228,362	125,195	104,655	28,824
Amount.....	8,606,520	1,153,204	1,174,718	1,076,719	1,893,361	3,308,518
Total tax liability: <sup>10</sup> Number.....	1,317,118	828,044	230,087	125,410	104,742	28,835
Amount.....	9,153,744	1,378,721	1,252,918	1,134,103	1,991,885	3,396,117
Tax due at time of filing: <sup>11</sup> Number.....	300,911	153,981	53,960	32,890	43,719	16,361
Amount.....	1,206,589	144,024	102,904	85,963	221,852	651,847
Overpayments: <sup>12</sup> Number.....	1,525,679	1,199,921	174,169	88,886	55,157	7,546
Amount.....	3,454,587	2,402,582	447,497	274,469	209,914	120,126

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>ALASKA</b>						
<b>Number of returns.....</b>	<b>345,209</b>	<b>235,589</b>	<b>47,533</b>	<b>29,000</b>	<b>27,520</b>	<b>5,567</b>
Number of joint returns.....	121,473	40,201	28,804	23,485	24,219	4,764
Number with paid preparer's signature.....	161,529	103,314	23,679	14,956	15,283	4,297
Number of exemptions.....	649,745	355,113	118,378	81,720	78,986	15,548
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>15,659,411</b>	<b>4,230,416</b>	<b>2,927,295</b>	<b>2,502,658</b>	<b>3,558,559</b>	<b>2,440,482</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	280,951	180,977	43,128	26,735	25,428	4,683
Amount.....	11,530,512	3,564,746	2,347,805	1,993,189	2,676,406	948,364
Taxable interest: Number.....	150,934	73,555	28,346	20,746	22,952	5,335
Amount.....	203,180	48,931	26,204	22,411	39,984	65,650
Ordinary dividends: Number.....	83,436	41,304	13,944	10,696	13,377	4,115
Amount.....	239,849	54,589	27,440	22,830	41,581	93,409
Business or profession net income (less loss):						
Number.....	55,440	29,623	10,247	6,754	6,937	1,879
Amount.....	690,193	142,630	96,356	85,406	167,720	198,082
Number of farm returns.....	1,331	517	255	198	250	111
Net capital gain (less loss) in AGI: Number.....	56,610	23,322	9,733	8,096	11,308	4,151
Amount.....	664,792	26,224	23,381	33,548	115,333	466,307
Taxable Individual Retirement Arrangements						
distributions: Number.....	13,046	5,328	2,923	2,157	2,179	459
Amount.....	170,202	33,508	31,464	32,083	50,795	22,351
Pensions and annuities in AGI: Number.....	49,672	21,336	10,658	7,851	8,350	1,477
Amount.....	1,115,714	283,899	253,929	222,450	292,579	62,855
Unemployment compensation: <sup>5</sup> Number.....	90,782	76,054	8,906	3,800	1,928	94
Amount.....	166,033	126,547	23,331	10,253	5,597	305
Social Security benefits in AGI: Number.....	19,929	7,851	5,343	3,107	2,816	812
Amount.....	184,539	35,536	57,567	39,272	38,902	13,262
Self-employment retirement plans: Number.....	3,573	624	554	561	1,120	714
Amount.....	48,856	3,698	4,228	5,175	15,950	19,805
Total itemized deductions: <sup>5</sup> Number.....	85,028	23,949	20,468	16,982	19,792	3,837
Amount.....	1,448,015	316,298	303,685	285,338	392,685	150,009
State and local income taxes: Number.....	14,971	3,212	3,262	3,042	4,481	974
Amount.....	17,701	2,018	2,057	2,036	4,276	7,314
State and local general sales tax: Number.....	19,842	5,023	4,841	4,323	4,831	824
Amount.....	17,693	1,652	3,948	4,306	6,178	1,609
Real estate taxes: Number.....	76,556	19,417	18,487	15,921	18,933	3,798
Amount.....	236,973	44,763	49,424	47,753	70,018	25,017
Taxes paid: Number.....	81,763	21,755	19,778	16,691	19,626	3,913
Amount.....	285,022	50,975	58,180	56,620	84,017	35,230
Interest paid: Number.....	76,724	19,697	18,758	15,999	18,756	3,514
Amount.....	716,892	145,318	155,485	150,026	198,539	67,525
Contributions: Number.....	69,726	16,818	16,577	14,552	18,055	3,724
Amount.....	260,373	35,496	45,254	46,321	75,331	57,970
Taxable income: Number.....	297,544	188,060	47,431	28,982	27,507	5,564
Amount.....	11,254,682	2,257,975	2,036,972	1,856,285	2,850,672	2,252,778
Total tax credits: <sup>6</sup> Number.....	104,627	56,169	21,347	14,300	10,858	1,953
Amount.....	122,809	42,196	37,117	25,966	13,820	3,709
Child tax credit: Number.....	74,941	37,766	17,818	11,788	7,564	5
Amount.....	93,971	30,420	31,304	21,360	10,877	10
Child care credit: Number.....	14,034	5,373	3,309	2,694	2,338	320
Amount.....	7,117	2,445	1,759	1,485	1,246	183
Earned income credit: <sup>7</sup> Number.....	40,622	40,622	--	--	--	--
Amount.....	62,054	62,054	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	34,844	34,844	--	--	--	--
Amount.....	55,068	55,068	--	--	--	--
Alternative minimum tax: Number.....	2,382	77	168	240	779	1,118
Amount.....	8,021	186	221	375	1,587	5,653
Income tax: <sup>9</sup> Number.....	273,548	165,963	45,754	28,783	27,484	5,564
Amount.....	1,881,440	247,786	267,964	267,617	525,404	572,668
Total tax liability: <sup>10</sup> Number.....	285,918	177,637	46,347	28,866	27,502	5,566
Amount.....	2,008,782	286,550	289,479	285,765	554,581	592,407
Tax due at time of filing: <sup>11</sup> Number.....	91,839	59,077	11,011	7,908	10,921	2,922
Amount.....	229,210	33,798	25,412	23,564	56,986	89,451
Overpayments: <sup>12</sup> Number.....	235,881	164,305	35,116	20,056	14,957	1,447
Amount.....	505,649	263,113	95,088	66,263	59,015	22,169

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>ARIZONA</b>						
<b>Number of returns.....</b>	<b>2,372,519</b>	<b>1,660,390</b>	<b>320,010</b>	<b>176,241</b>	<b>166,684</b>	<b>49,194</b>
Number of joint returns.....	977,260	436,414	212,045	143,657	143,420	41,724
Number with paid preparer's signature.....	1,390,156	952,443	189,914	103,188	104,515	40,096
Number of exemptions.....	5,075,778	3,168,603	810,060	485,724	470,786	140,605
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>116,945,948</b>	<b>33,722,927</b>	<b>19,653,016</b>	<b>15,169,965</b>	<b>21,906,129</b>	<b>26,493,910</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	2,000,388	1,373,358	281,041	156,823	148,269	40,897
Amount.....	83,145,770	28,996,740	15,343,931	11,756,953	16,020,877	11,027,269
Taxable interest: Number.....	924,365	460,804	170,370	116,194	131,451	45,546
Amount.....	2,351,965	649,720	263,596	197,045	354,867	886,738
Ordinary dividends: Number.....	516,868	238,945	89,407	65,738	86,317	36,461
Amount.....	2,224,319	472,477	227,938	184,553	365,614	973,737
Business or profession net income (less loss):						
Number.....	344,063	206,802	53,606	33,286	37,057	13,312
Amount.....	3,663,779	970,326	492,855	408,714	827,256	964,626
Number of farm returns.....	8,363	4,312	1,301	866	1,118	766
Net capital gain (less loss) in AGI: Number.....	461,763	209,016	76,946	57,385	80,450	37,966
Amount.....	8,732,141	325,281	240,335	298,751	990,140	6,877,633
Taxable Individual Retirement Arrangements distributions: Number.....	173,385	98,833	32,124	19,226	18,401	4,801
Amount.....	2,165,468	668,760	405,915	339,785	511,057	239,951
Pensions and annuities in AGI: Number.....	448,136	261,323	82,473	48,571	45,068	10,701
Amount.....	8,112,996	3,154,033	1,775,168	1,277,301	1,477,767	428,727
Unemployment compensation: Number.....	107,558	83,187	13,294	6,093	4,361	623
Amount.....	303,145	230,769	38,097	17,924	13,957	2,399
Social Security benefits in AGI: Number.....	238,818	115,220	57,695	30,339	26,735	8,829
Amount.....	2,249,053	511,257	701,370	454,181	430,469	151,776
Self-employment retirement plans: Number.....	16,845	3,157	2,258	2,248	5,018	4,164
Amount.....	265,248	18,331	18,836	23,913	78,436	125,732
Total itemized deductions: <sup>5</sup> Number.....	900,777	353,915	205,663	142,391	152,245	46,563
Amount.....	18,246,530	5,153,695	3,401,538	2,722,503	3,846,093	3,122,701
State and local income taxes: Number.....	598,526	163,757	144,129	113,545	133,403	43,692
Amount.....	2,540,270	215,709	281,481	313,920	645,772	1,083,388
State and local general sales tax: Number.....	292,753	180,163	61,705	28,986	18,861	3,038
Amount.....	458,625	183,026	118,279	75,363	66,469	15,488
Real estate taxes: Number.....	827,605	306,779	192,150	136,090	147,258	45,328
Amount.....	1,505,502	409,827	281,372	236,978	346,161	231,162
Taxes paid: Number.....	906,526	356,686	207,211	143,110	152,676	46,843
Amount.....	4,887,848	909,508	762,509	695,081	1,147,098	1,373,652
Interest paid: Number.....	797,397	292,854	188,710	133,203	141,447	41,183
Amount.....	7,767,800	2,180,357	1,600,393	1,271,059	1,658,466	1,057,526
Contributions: Number.....	789,341	280,970	185,220	132,670	145,421	45,060
Amount.....	2,726,707	478,023	431,376	375,251	594,171	847,884
Taxable income: Number.....	1,863,038	1,153,079	318,512	175,898	166,423	49,126
Amount.....	78,824,699	15,725,750	12,786,731	10,640,560	16,484,236	23,187,422
Total tax credits: <sup>6</sup> Number.....	757,369	448,736	142,583	84,784	64,333	16,933
Amount.....	874,107	353,357	240,462	148,292	83,466	48,529
Child tax credit: Number.....	512,518	288,822	114,656	66,598	42,412	30
Amount.....	624,716	249,905	195,832	117,995	60,953	30
Child care credit: Number.....	104,362	43,483	25,525	17,303	15,303	2,748
Amount.....	52,420	21,691	12,599	8,849	7,851	1,430
Earned income credit: <sup>7</sup> Number.....	407,689	407,689	--	--	--	--
Amount.....	739,201	739,201	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	363,440	363,440	--	--	--	--
Amount.....	666,484	666,484	--	--	--	--
Alternative minimum tax: Number.....	30,907	553	1,280	1,889	9,195	17,990
Amount.....	129,576	1,689	1,834	3,088	20,821	102,145
Income tax: <sup>9</sup> Number.....	1,609,749	915,169	304,809	174,467	166,177	49,127
Amount.....	13,492,264	1,615,076	1,602,784	1,485,601	2,978,255	5,810,547
Total tax liability: <sup>10</sup> Number.....	1,725,241	1,025,737	308,952	175,046	166,365	49,141
Amount.....	14,223,138	1,873,703	1,716,137	1,573,672	3,123,826	5,935,801
Tax due at time of filing: <sup>11</sup> Number.....	489,374	243,683	89,557	54,946	73,825	27,363
Amount.....	1,906,791	225,521	172,902	150,408	374,007	983,954
Overpayments: <sup>12</sup> Number.....	1,747,842	1,315,582	220,226	114,738	83,321	13,975
Amount.....	3,701,250	2,271,234	534,783	344,023	336,259	214,951

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**  
[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>ARKANSAS</b>						
<b>Number of returns.....</b>	<b>1,136,031</b>	<b>869,339</b>	<b>137,355</b>	<b>64,136</b>	<b>50,514</b>	<b>14,687</b>
Number of joint returns.....	494,852	269,304	109,441	57,336	45,776	12,995
Number with paid preparer's signature.....	751,569	572,125	90,787	41,470	34,491	12,696
Number of exemptions.....	2,385,550	1,658,588	361,314	179,389	144,151	42,108
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>44,373,844</b>	<b>16,558,404</b>	<b>8,398,288</b>	<b>5,496,032</b>	<b>6,585,180</b>	<b>7,335,940</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	968,733	729,525	123,514	58,063	45,129	12,502
Amount.....	32,902,337	14,112,201	6,711,886	4,315,615	4,714,753	3,047,884
Taxable interest: Number.....	392,021	221,746	73,090	43,126	40,377	13,682
Amount.....	818,082	312,281	110,482	70,290	109,684	215,344
Ordinary dividends: Number.....	197,392	99,179	36,150	23,583	27,150	11,330
Amount.....	1,294,558	140,377	65,155	53,917	105,060	930,050
Business or profession net income (less loss):						
Number.....	184,358	130,691	24,958	12,617	11,395	4,697
Amount.....	1,475,323	627,283	188,017	127,722	247,049	285,252
Number of farm returns.....	47,479	30,522	8,233	3,959	3,323	1,442
Net capital gain (less loss) in AGI: Number.....	168,497	84,588	29,776	19,198	23,756	11,179
Amount.....	2,115,849	156,467	106,298	106,870	283,404	1,462,810
Taxable Individual Retirement Arrangements distributions: Number.....	71,759	44,866	12,770	6,873	5,668	1,582
Amount.....	743,016	282,043	148,662	112,897	140,385	59,028
Pensions and annuities in AGI: Number.....	193,753	127,415	33,804	16,826	12,839	2,869
Amount.....	2,941,961	1,409,874	649,361	401,623	377,119	103,984
Unemployment compensation: Number.....	74,927	62,111	8,979	2,546	1,175	116
Amount.....	220,223	177,508	28,075	9,161	4,892	586
Social Security benefits in AGI: Number.....	101,853	54,598	24,617	11,187	8,636	2,815
Amount.....	869,673	225,202	287,717	165,940	140,242	50,570
Self-employment retirement plans: Number.....	4,140	738	541	508	1,304	1,049
Amount.....	58,767	3,848	3,754	5,184	18,407	27,573
Total itemized deductions: <sup>5</sup> Number.....	275,077	106,640	63,460	46,013	45,121	13,843
Amount.....	5,259,319	1,422,428	960,456	799,133	1,100,087	977,215
State and local income taxes: Number.....	222,032	66,577	55,808	43,089	43,099	13,459
Amount.....	1,199,535	115,824	168,946	189,164	314,438	411,163
State and local general sales tax: Number.....	49,881	37,032	7,540	2,916	1,969	424
Amount.....	119,212	40,704	17,466	8,295	49,647	3,100
Real estate taxes: Number.....	227,866	77,547	54,103	41,590	41,753	12,873
Amount.....	242,973	56,964	43,694	40,365	60,899	41,050
Taxes paid: Number.....	275,618	106,711	63,704	46,126	45,170	13,907
Amount.....	1,630,090	231,925	244,493	250,570	440,227	462,875
Interest paid: Number.....	218,067	73,944	53,699	40,437	38,992	10,995
Amount.....	1,489,806	395,812	317,092	266,949	323,261	186,693
Contributions: Number.....	235,048	82,565	55,388	41,662	42,148	13,285
Amount.....	1,224,113	230,750	200,069	173,748	239,727	379,818
Taxable income: Number.....	832,919	566,648	137,059	64,071	50,470	14,671
Amount.....	28,234,264	7,307,271	5,629,422	3,966,329	5,031,205	6,300,036
Total tax credits: <sup>6</sup> Number.....	333,112	218,777	61,570	30,094	18,435	4,236
Amount.....	360,269	171,338	103,523	51,280	23,001	11,128
Child tax credit: Number.....	238,276	149,132	51,742	24,269	**13,133	**
Amount.....	269,860	127,128	84,434	40,497	**17,801	**
Child care credit: Number.....	51,975	25,096	14,044	7,113	4,965	757
Amount.....	24,535	11,736	6,569	3,449	2,409	373
Earned income credit: <sup>7</sup> Number.....	281,721	281,721	--	--	--	--
Amount.....	546,238	546,238	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	253,070	253,070	--	--	--	--
Amount.....	491,769	491,769	--	--	--	--
Alternative minimum tax: Number.....	12,403	254	386	546	3,126	8,091
Amount.....	41,750	650	514	894	6,189	33,502
Income tax: <sup>9</sup> Number.....	710,996	448,095	133,990	63,800	50,435	14,676
Amount.....	4,505,199	717,353	678,960	545,145	904,199	1,659,542
Total tax liability: <sup>10</sup> Number.....	787,139	523,079	135,001	63,909	50,471	14,679
Amount.....	4,834,815	876,137	729,735	578,359	953,672	1,696,911
Tax due at time of filing: <sup>11</sup> Number.....	196,378	112,158	36,150	18,903	21,137	8,030
Amount.....	655,608	110,643	73,184	57,257	128,685	285,839
Overpayments: <sup>12</sup> Number.....	885,358	714,943	97,280	42,835	26,084	4,216
Amount.....	1,868,465	1,327,312	235,572	131,601	108,409	65,573

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>CALIFORNIA</b>						
<b>Number of returns.....</b>	<b>15,327,238</b>	<b>10,242,327</b>	<b>2,040,232</b>	<b>1,181,662</b>	<b>1,390,105</b>	<b>472,912</b>
Number of joint returns.....	5,897,280	2,433,932	1,104,795	842,495	1,127,091	388,967
Number with paid preparer's signature.....	9,745,871	6,339,584	1,335,086	773,544	922,449	375,208
Number of exemptions.....	32,551,747	19,206,733	4,945,519	3,147,686	3,920,513	1,331,296
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>881,752,963</b>	<b>198,078,901</b>	<b>125,261,466</b>	<b>102,049,519</b>	<b>185,774,069</b>	<b>270,589,008</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	12,797,081	8,296,789	1,800,625	1,058,583	1,251,285	389,799
Amount.....	624,514,426	174,198,547	100,856,205	81,748,324	143,816,139	123,895,210
Taxable interest: Number.....	6,854,674	3,052,781	1,274,579	895,035	1,188,464	443,815
Amount.....	16,894,203	3,908,283	1,582,957	1,266,269	2,483,706	7,652,987
Ordinary dividends: Number.....	3,336,199	1,323,436	536,764	424,245	697,354	354,400
Amount.....	16,477,418	2,637,723	1,304,042	1,123,379	2,565,210	8,847,064
Business or profession net income (less loss):						
Number.....	2,734,494	1,663,695	366,518	243,321	328,063	132,897
Amount.....	44,266,524	11,848,304	5,179,577	4,366,601	10,163,338	12,708,706
Number of farm returns.....	72,225	32,123	10,986	8,054	12,295	8,767
Net capital gain (less loss) in AGI: Number.....	2,985,401	1,154,208	455,775	368,368	643,176	363,874
Amount.....	73,195,955	1,840,058	1,077,597	1,458,437	6,302,295	62,517,568
Taxable Individual Retirement Arrangements distributions: Number.....	846,471	439,613	153,597	98,764	113,076	41,421
Amount.....	10,761,102	2,958,643	1,808,202	1,580,901	2,671,671	1,741,686
Pensions and annuities in AGI: Number.....	2,216,331	1,207,773	392,359	248,003	281,045	87,151
Amount.....	42,287,477	14,793,398	8,709,333	6,537,890	8,920,211	3,326,643
Unemployment compensation: Number.....	1,202,436	866,299	159,797	83,291	78,439	14,610
Amount.....	4,562,470	3,157,098	639,400	346,344	348,638	70,989
Social Security benefits in AGI: Number.....	1,240,783	530,889	289,019	167,128	176,794	76,953
Amount.....	12,174,064	2,394,990	3,359,754	2,362,121	2,716,868	1,340,330
Self-employment retirement plans: Number.....	212,554	36,097	26,301	26,916	65,770	57,470
Amount.....	3,744,815	239,470	247,370	305,881	1,103,567	1,848,527
Total itemized deductions: <sup>5</sup> Number.....	6,067,339	2,008,023	1,318,072	979,514	1,300,993	460,737
Amount.....	174,467,410	36,772,656	27,179,500	23,912,271	43,030,221	43,572,764
State and local income taxes: Number.....	4,644,077	1,046,977	1,058,826	863,351	1,227,426	447,497
Amount.....	39,348,037	1,566,438	3,101,427	3,787,850	9,739,888	21,152,434
State and local general sales tax: Number.....	1,323,821	870,037	254,228	114,378	71,786	13,392
Amount.....	3,543,738	897,450	751,827	632,772	756,992	504,697
Real estate taxes: Number.....	5,139,363	1,554,231	1,109,980	855,625	1,187,609	431,918
Amount.....	18,448,980	3,830,140	2,985,226	2,700,153	5,067,249	3,866,212
Taxes paid: Number.....	6,074,905	2,009,453	1,321,148	980,829	1,301,813	461,662
Amount.....	64,709,302	7,887,856	7,311,730	7,502,237	16,139,922	25,867,557
Interest paid: Number.....	4,963,631	1,506,265	1,085,997	833,152	1,139,184	399,033
Amount.....	71,443,414	17,643,201	12,980,274	11,105,327	18,537,990	11,176,621
Contributions: Number.....	5,287,926	1,539,158	1,183,451	900,029	1,226,204	439,084
Amount.....	21,867,927	2,767,430	2,746,164	2,492,529	4,623,050	9,238,754
Taxable income: Number.....	11,951,056	6,898,251	2,017,921	1,176,504	1,386,587	471,793
Amount.....	595,773,272	92,877,530	77,664,395	66,967,526	130,473,824	227,789,998
Total tax credits: <sup>6</sup> Number.....	4,768,498	2,649,671	855,906	558,625	538,396	165,900
Amount.....	5,818,691	2,100,643	1,387,719	945,963	660,683	723,685
Child tax credit: Number.....	3,124,833	1,641,041	693,179	439,774	350,738	101
Amount.....	3,703,393	1,380,194	1,111,561	739,918	471,625	93
Child care credit: Number.....	765,288	300,987	159,957	119,260	151,071	34,013
Amount.....	442,224	176,093	93,779	70,011	84,333	18,008
Earned income credit: <sup>7</sup> Number.....	2,506,646	2,506,646	--	--	--	--
Amount.....	4,449,344	4,449,344	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	2,125,451	2,125,451	--	--	--	--
Amount.....	3,791,256	3,791,256	--	--	--	--
Alternative minimum tax: Number.....	606,578	4,139	14,376	25,547	217,976	344,540
Amount.....	2,908,043	22,949	19,292	39,545	430,027	2,396,227
Income tax: <sup>9</sup> Number.....	10,385,782	5,471,564	1,898,566	1,159,197	1,384,188	472,267
Amount.....	113,887,112	9,622,751	10,187,322	9,601,663	23,845,959	60,629,418
Total tax liability: <sup>10</sup> Number.....	11,399,269	6,434,582	1,938,745	1,166,857	1,386,588	472,497
Amount.....	121,339,748	12,222,342	11,184,535	10,398,464	25,345,398	62,189,008
Tax due at time of filing: <sup>11</sup> Number.....	3,188,410	1,640,422	500,650	303,199	489,688	254,451
Amount.....	15,397,720	1,792,193	1,129,443	949,527	2,617,773	8,908,784
Overpayments: <sup>12</sup> Number.....	11,183,979	7,928,301	1,469,120	830,441	818,386	137,731
Amount.....	26,323,094	13,515,913	4,055,120	2,893,889	3,748,933	2,109,239

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>COLORADO</b>						
<b>Number of returns</b> .....	<b>2,110,355</b>	<b>1,388,088</b>	<b>305,511</b>	<b>179,079</b>	<b>184,590</b>	<b>53,087</b>
Number of joint returns.....	876,383	327,415	195,908	145,745	161,433	45,882
Number with paid preparer's signature.....	1,124,251	715,516	168,086	95,899	103,713	41,037
Number of exemptions.....	4,264,960	2,346,802	742,634	490,303	530,725	154,496
<b>Adjusted gross income (AGI) <sup>3</sup></b> .....	<b>114,780,200</b>	<b>27,854,890</b>	<b>18,779,900</b>	<b>15,442,960</b>	<b>24,362,013</b>	<b>28,340,435</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	1,804,358	1,149,405	275,191	164,853	169,887	45,022
Amount.....	82,079,106	24,191,511	15,060,101	12,471,129	18,618,294	11,738,070
Taxable interest: Number.....	941,401	444,677	173,371	123,529	149,923	49,901
Amount.....	2,210,563	538,314	222,835	175,846	316,743	956,826
Ordinary dividends: Number.....	547,762	237,189	93,541	73,055	102,461	41,516
Amount.....	2,422,124	396,434	197,064	169,947	379,750	1,278,929
Business or profession net income (less loss):						
Number.....	376,176	215,531	61,728	38,905	44,147	15,865
Amount.....	4,215,523	1,193,072	598,162	473,043	961,501	989,744
Number of farm returns.....	31,617	18,121	5,272	3,123	3,401	1,700
Net capital gain (less loss) in AGI: Number.....	484,898	206,422	78,882	62,490	94,615	42,489
Amount.....	9,486,451	302,946	207,489	249,800	949,617	7,776,601
Taxable Individual Retirement Arrangements distributions: Number.....	140,804	76,042	27,189	16,527	16,523	4,523
Amount.....	1,677,826	494,215	305,995	259,209	415,292	203,116
Pensions and annuities in AGI: Number.....	355,259	190,062	68,203	41,971	44,513	10,510
Amount.....	6,712,370	2,350,973	1,509,340	1,079,694	1,386,757	385,606
Unemployment compensation: Number.....	98,443	68,603	15,754	7,656	5,725	705
Amount.....	358,425	240,078	60,393	30,761	23,834	3,360
Social Security benefits in AGI: Number.....	163,940	75,665	40,694	21,020	19,495	7,066
Amount.....	1,460,102	323,812	446,606	282,764	288,721	118,200
Self-employment retirement plans: Number.....	23,594	4,464	3,300	3,191	7,158	5,481
Amount.....	317,838	24,985	24,631	28,363	97,996	141,865
Total itemized deductions: <sup>5</sup> Number.....	889,153	316,604	204,606	147,862	169,798	50,283
Amount.....	18,701,969	4,809,824	3,453,802	2,895,999	4,302,398	3,239,946
State and local income taxes: Number.....	756,090	222,979	183,452	138,120	162,865	48,674
Amount.....	3,129,700	310,329	414,600	442,237	850,191	1,112,343
State and local general sales tax: Number.....	119,029	80,601	20,368	9,514	6,755	1,791
Amount.....	145,979	51,484	37,026	23,733	26,363	7,373
Real estate taxes: Number.....	810,876	269,268	189,131	140,503	163,247	48,727
Amount.....	1,533,708	370,585	281,357	248,455	392,943	240,368
Taxes paid: Number.....	890,741	316,802	205,162	148,167	170,033	50,577
Amount.....	5,106,124	799,819	791,308	766,910	1,347,131	1,400,956
Interest paid: Number.....	800,670	267,901	190,517	139,687	158,423	44,142
Amount.....	9,588,667	3,179,864	1,838,732	1,502,879	2,018,356	1,048,837
Contributions: Number.....	758,948	236,512	177,963	135,074	160,665	48,734
Amount.....	2,790,829	390,173	376,609	350,633	607,163	1,066,250
Taxable income: Number.....	1,692,592	972,461	304,004	178,773	184,351	53,003
Amount.....	80,058,961	13,921,923	12,191,112	10,746,585	18,306,165	24,893,177
Total tax credits: <sup>6</sup> Number.....	651,300	330,237	133,900	89,388	76,437	21,338
Amount.....	795,626	260,658	217,883	152,511	91,901	72,674
Child tax credit: Number.....	417,294	192,414	105,647	69,599	49,623	11
Amount.....	533,245	172,268	173,129	119,371	68,471	6
Child care credit: Number.....	97,883	34,081	23,788	18,208	18,356	3,450
Amount.....	48,660	17,187	11,642	9,147	9,003	1,680
Earned income credit: <sup>7</sup> Number.....	270,176	270,176	--	--	--	--
Amount.....	439,816	439,816	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	229,972	229,972	--	--	--	--
Amount.....	381,962	381,962	--	--	--	--
Alternative minimum tax: Number.....	32,056	480	734	1,155	8,889	20,798
Amount.....	139,737	2,084	1,018	2,007	19,296	115,333
Income tax: <sup>9</sup> Number.....	1,520,216	814,046	291,636	177,381	184,128	53,025
Amount.....	14,003,472	1,499,688	1,556,081	1,498,622	3,310,345	6,138,738
Total tax liability: <sup>10</sup> Number.....	1,630,683	919,501	295,860	177,971	184,302	53,049
Amount.....	14,841,445	1,793,177	1,687,119	1,598,236	3,479,282	6,283,630
Tax due at time of filing: <sup>11</sup> Number.....	452,057	220,255	78,756	49,816	74,979	28,251
Amount.....	1,863,678	220,188	154,975	130,576	360,439	997,501
Overpayments: <sup>12</sup> Number.....	1,533,641	1,079,477	217,261	122,767	98,947	15,189
Amount.....	3,206,733	1,660,486	542,202	379,494	410,076	214,476

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>CONNECTICUT</b>						
<b>Number of returns.....</b>	<b>1,665,154</b>	<b>1,003,773</b>	<b>245,406</b>	<b>157,147</b>	<b>185,203</b>	<b>73,625</b>
Number of joint returns.....	651,180	170,309	132,208	122,921	160,835	64,907
Number with paid preparer's signature.....	969,042	560,934	147,065	93,522	111,328	56,193
Number of exemptions.....	3,235,749	1,487,615	549,684	424,783	543,816	229,851
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>121,677,874</b>	<b>19,628,395</b>	<b>15,127,827</b>	<b>13,597,675</b>	<b>24,647,611</b>	<b>48,676,365</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	1,391,584	795,454	218,754	143,530	170,030	63,816
Amount.....	85,904,407	16,488,712	12,024,507	10,963,279	19,366,248	27,061,660
Taxable interest: Number.....	982,384	422,627	182,813	134,372	170,982	71,590
Amount.....	2,334,901	462,189	201,829	160,179	290,679	1,220,024
Ordinary dividends: Number.....	558,712	220,730	89,577	73,090	112,957	62,358
Amount.....	3,294,694	414,366	217,424	199,413	463,352	2,000,140
Business or profession net income (less loss):						
Number.....	249,276	118,059	40,518	30,028	40,781	19,890
Amount.....	5,113,535	931,168	557,450	519,567	1,207,622	1,897,729
Number of farm returns.....	3,096	1,377	539	397	459	324
Net capital gain (less loss) in AGI: Number.....	433,088	162,265	64,732	54,381	92,105	59,605
Amount.....	10,625,694	187,971	136,728	189,278	875,520	9,236,195
Taxable Individual Retirement Arrangements						
distributions: Number.....	139,623	76,562	24,108	15,542	16,894	6,517
Amount.....	1,592,376	433,550	250,304	219,389	377,559	311,573
Pensions and annuities in AGI: Number.....	304,612	162,646	53,322	35,081	39,896	13,667
Amount.....	5,520,808	1,826,166	1,097,906	854,497	1,176,469	565,770
Unemployment compensation: Number.....	136,856	86,241	23,552	13,998	10,945	2,120
Amount.....	529,823	313,183	94,916	58,134	51,254	12,335
Social Security benefits in AGI: Number.....	173,156	75,519	40,732	23,594	23,303	10,008
Amount.....	1,806,210	354,494	510,916	361,366	389,833	189,601
Self-employment retirement plans: Number.....	31,702	4,128	3,505	3,936	9,637	10,496
Amount.....	545,639	26,264	28,525	37,781	140,986	312,082
Total itemized deductions: <sup>5</sup> Number.....	737,090	202,089	157,589	129,852	175,448	72,112
Amount.....	18,697,700	3,105,847	2,629,740	2,533,560	4,578,123	5,850,430
State and local income taxes: Number.....	641,019	124,501	146,212	126,397	172,629	71,280
Amount.....	5,017,869	159,613	380,525	483,236	1,124,236	2,870,259
State and local general sales tax: Number.....	83,925	66,115	10,898	3,347	2,601	964
Amount.....	90,107	42,320	24,668	8,340	8,703	6,076
Real estate taxes: Number.....	685,201	175,130	147,018	124,187	168,977	69,889
Amount.....	3,501,198	643,784	560,637	536,732	937,513	822,532
Taxes paid: Number.....	738,251	202,112	158,147	130,114	175,558	72,320
Amount.....	9,007,235	917,738	1,034,846	1,097,612	2,182,227	3,774,812
Interest paid: Number.....	611,491	146,351	134,036	114,524	154,401	62,179
Amount.....	6,036,372	1,048,042	1,016,674	954,288	1,603,091	1,414,277
Contributions: Number.....	666,915	162,524	143,055	122,118	168,707	70,511
Amount.....	2,689,971	234,982	251,649	251,626	489,979	1,461,734
Taxable income: Number.....	1,375,011	715,856	244,071	156,691	184,870	73,523
Amount.....	91,815,912	10,639,548	10,134,909	9,519,152	18,424,618	43,097,685
Total tax credits: <sup>6</sup> Number.....	499,256	213,353	97,090	77,714	79,533	31,566
Amount.....	700,101	172,836	153,227	131,907	91,807	150,325
Child tax credit: Number.....	306,895	119,435	75,495	60,032	51,911	22
Amount.....	404,366	109,835	121,176	102,182	71,152	19
Child care credit: Number.....	78,501	22,354	14,853	14,773	21,229	5,292
Amount.....	40,319	11,609	7,311	7,685	10,949	2,765
Earned income credit: <sup>7</sup> Number.....	169,966	169,966	--	--	--	--
Amount.....	273,379	273,379	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	145,186	145,186	--	--	--	--
Amount.....	242,327	242,327	--	--	--	--
Alternative minimum tax: Number.....	80,333	384	1,245	2,283	27,605	48,816
Amount.....	319,740	2,256	1,413	3,230	47,809	265,033
Income tax: <sup>9</sup> Number.....	1,273,952	623,114	236,791	155,762	184,717	73,568
Amount.....	19,296,841	1,194,391	1,368,255	1,349,196	3,364,690	12,020,309
Total tax liability: <sup>10</sup> Number.....	1,335,166	680,624	239,738	156,288	184,922	73,594
Amount.....	20,304,937	1,401,045	1,482,238	1,451,989	3,571,242	12,398,425
Tax due at time of filing: <sup>11</sup> Number.....	329,153	144,752	50,672	33,784	60,742	39,203
Amount.....	1,885,953	146,502	104,866	94,717	288,705	1,251,163
Overpayments: <sup>12</sup> Number.....	1,229,407	789,813	186,279	117,108	113,763	22,444
Amount.....	2,992,400	1,233,620	526,123	417,955	496,837	317,865

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>DELAWARE</b>						
<b>Number of returns.....</b>	<b>395,657</b>	<b>261,681</b>	<b>57,078</b>	<b>34,212</b>	<b>34,162</b>	<b>8,524</b>
Number of joint returns.....	149,496	49,894	34,304	27,982	30,101	7,215
Number with paid preparer's signature.....	214,043	136,798	32,277	19,229	19,217	6,522
Number of exemptions.....	771,384	422,879	133,172	93,550	97,901	23,882
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>21,274,075</b>	<b>5,510,633</b>	<b>3,517,863</b>	<b>2,952,907</b>	<b>4,467,295</b>	<b>4,825,376</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	341,291	219,458	51,325	31,636	31,705	7,167
Amount.....	15,101,696	4,476,139	2,769,189	2,372,543	3,478,975	2,004,849
Taxable interest: Number.....	171,565	79,056	32,716	23,748	28,004	8,041
Amount.....	300,489	91,774	43,301	31,779	50,973	82,662
Ordinary dividends: Number.....	102,198	43,161	18,331	14,148	19,530	7,028
Amount.....	552,746	72,944	44,131	37,843	85,643	312,186
Business or profession net income (less loss):						
Number.....	46,331	24,808	8,172	5,231	6,130	1,990
Amount.....	572,693	151,199	74,923	55,913	133,568	157,088
Number of farm returns.....	2,353	1,311	422	248	239	133
Net capital gain (less loss) in AGI: Number.....	75,133	29,935	12,822	10,250	15,453	6,673
Amount.....	1,354,726	25,541	30,262	38,394	142,369	1,118,160
Taxable Individual Retirement Arrangements						
distributions: Number.....	28,986	15,722	5,504	3,432	3,438	890
Amount.....	316,755	93,117	59,856	50,339	76,944	36,497
Pensions and annuities in AGI: Number.....	84,525	46,982	15,748	9,884	9,736	2,175
Amount.....	1,534,807	579,870	329,707	241,272	295,531	88,426
Unemployment compensation: Number.....	28,173	19,121	4,813	2,515	1,615	109
Amount.....	98,347	64,245	17,203	9,602	6,672	623
Social Security benefits in AGI: Number.....	42,848	20,281	10,338	5,575	4,963	1,691
Amount.....	420,497	92,022	130,104	86,028	82,475	29,867
Self-employment retirement plans: Number.....	2,950	417	375	348	987	823
Amount.....	44,611	2,414	2,729	3,040	13,439	22,989
Total itemized deductions: <sup>5</sup> Number.....	144,004	44,975	33,608	26,394	30,959	8,068
Amount.....	2,817,393	575,658	515,178	471,164	715,006	540,386
State and local income taxes: Number.....	136,187	38,538	32,839	26,096	30,703	8,011
Amount.....	660,576	51,014	83,524	96,194	191,472	238,372
State and local general sales tax: Number.....	1,395	782	285	157	124	47
Amount.....	2,864	779	526	480	869	212
Real estate taxes: Number.....	130,007	37,183	30,581	24,885	29,614	7,744
Amount.....	219,465	42,889	40,751	38,298	60,096	37,429
Taxes paid: Number.....	143,282	44,071	33,675	26,453	30,968	8,115
Amount.....	896,579	98,330	127,101	137,064	255,438	278,646
Interest paid: Number.....	127,829	37,234	30,712	24,663	28,418	6,802
Amount.....	1,143,532	261,465	245,259	217,187	286,156	133,466
Contributions: Number.....	128,976	36,225	30,338	24,762	29,788	7,863
Amount.....	483,253	68,942	71,829	69,146	113,669	159,668
Taxable income: Number.....	324,763	191,042	56,916	34,170	34,120	8,515
Amount.....	14,966,884	2,783,318	2,389,445	2,119,780	3,421,407	4,252,934
Total tax credits: <sup>6</sup> Number.....	120,242	62,612	22,959	16,836	14,250	3,585
Amount.....	145,931	52,703	38,046	29,197	17,220	8,764
Child tax credit: Number.....	79,435	38,309	18,452	13,268	**9,406	**
Amount.....	99,709	34,330	30,020	22,392	**12,966	**
Child care credit: Number.....	23,831	9,701	4,845	4,235	4,386	664
Amount.....	12,638	5,198	2,532	2,318	2,264	326
Earned income credit: <sup>7</sup> Number.....	57,976	57,976	--	--	--	--
Amount.....	101,460	101,460	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	51,704	51,704	--	--	--	--
Amount.....	92,712	92,712	--	--	--	--
Alternative minimum tax: Number.....	6,468	56	190	260	1,657	4,305
Amount.....	28,885	204	202	335	3,192	24,952
Income tax: <sup>9</sup> Number.....	293,062	160,865	55,544	34,033	34,100	8,520
Amount.....	2,610,082	300,742	313,560	298,640	619,237	1,077,904
Total tax liability: <sup>10</sup> Number.....	306,065	173,407	55,940	34,076	34,122	8,520
Amount.....	2,723,759	335,729	330,366	310,954	642,374	1,104,336
Tax due at time of filing: <sup>11</sup> Number.....	74,243	33,569	13,604	8,839	13,421	4,810
Amount.....	324,135	32,312	24,922	21,127	55,932	189,840
Overpayments: <sup>12</sup> Number.....	304,901	217,064	41,983	24,431	19,108	2,315
Amount.....	634,344	352,948	107,127	75,178	70,908	28,184

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>DISTRICT OF COLUMBIA</b>						
<b>Number of returns.....</b>	<b>277,884</b>	<b>188,106</b>	<b>36,491</b>	<b>18,479</b>	<b>23,371</b>	<b>11,437</b>
Number of joint returns.....	44,545	12,792	6,406	5,558	11,644	8,145
Number with paid preparer's signature.....	146,945	100,634	16,827	8,797	12,296	8,391
Number of exemptions.....	458,228	299,487	56,573	30,100	44,783	27,285
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>17,857,947</b>	<b>4,122,491</b>	<b>2,223,491</b>	<b>1,591,284</b>	<b>3,181,924</b>	<b>6,738,757</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	235,213	156,532	32,361	16,360	20,790	9,170
Amount.....	12,056,175	3,628,039	1,852,413	1,287,642	2,471,491	2,816,589
Taxable interest: Number.....	107,299	45,317	19,285	12,787	19,112	10,798
Amount.....	253,119	42,338	20,086	16,068	36,906	137,719
Ordinary dividends: Number.....	63,109	22,039	10,159	7,528	13,851	9,532
Amount.....	518,058	42,758	25,392	27,200	81,640	341,069
Business or profession net income (less loss):						
Number.....	40,737	23,075	5,358	3,260	5,398	3,646
Amount.....	744,114	91,052	50,983	50,158	153,659	398,262
Number of farm returns.....	276	69	32	32	63	80
Net capital gain (less loss) in AGI: Number.....	50,709	16,268	7,518	6,017	11,833	9,073
Amount.....	1,723,284	81,037	15,266	20,197	98,858	1,507,925
Taxable Individual Retirement Arrangements distributions: Number.....	10,737	4,513	1,901	1,368	1,904	1,051
Amount.....	125,811	25,440	14,331	14,515	32,764	38,762
Pensions and annuities in AGI: Number.....	46,290	27,273	7,256	4,054	5,105	2,602
Amount.....	1,173,797	462,034	213,449	145,739	214,461	138,113
Unemployment compensation: Number.....	11,745	10,173	840	348	329	55
Amount.....	41,922	36,044	3,025	1,353	1,201	298
Social Security benefits in AGI: Number.....	18,576	7,925	3,819	2,232	2,836	1,764
Amount.....	167,311	33,237	35,775	26,094	40,536	31,669
Self-employment retirement plans: Number.....	5,576	641	437	471	1,299	2,728
Amount.....	133,906	4,308	4,181	4,966	20,164	100,286
Total itemized deductions: <sup>5</sup> Number.....	117,622	43,567	24,753	15,883	22,177	11,242
Amount.....	3,131,099	618,849	427,628	328,720	663,807	1,092,096
State and local income taxes: Number.....	110,137	37,768	23,943	15,501	21,814	11,111
Amount.....	998,049	71,264	102,029	96,566	222,104	506,086
State and local general sales tax: Number.....	5,515	4,147	637	318	288	125
Amount.....	4,716	1,629	1,005	651	1,005	426
Real estate taxes: Number.....	76,972	20,992	15,783	11,529	18,178	10,490
Amount.....	204,407	31,026	24,126	22,099	53,302	73,856
Taxes paid: Number.....	117,560	43,447	24,768	15,894	22,179	11,272
Amount.....	1,223,114	107,474	129,192	120,756	280,681	585,011
Interest paid: Number.....	78,247	23,007	16,539	11,390	17,492	9,819
Amount.....	946,169	179,815	140,761	114,557	237,895	273,141
Contributions: Number.....	104,287	37,167	21,894	14,113	20,297	10,816
Amount.....	663,531	115,848	79,725	53,689	94,324	319,944
Taxable income: Number.....	230,445	141,056	36,264	18,405	23,300	11,420
Amount.....	13,043,330	2,236,452	1,553,682	1,152,601	2,377,882	5,722,713
Total tax credits: <sup>6</sup> Number.....	77,786	50,920	9,211	4,882	7,119	5,654
Amount.....	101,722	49,268	16,777	6,983	5,859	22,836
Child tax credit: Number.....	36,019	26,563	5,187	2,301	**1,968	**
Amount.....	34,149	21,597	7,139	3,125	**2,289	**
Child care credit: Number.....	14,365	9,354	1,638	823	1,528	1,022
Amount.....	9,061	6,146	986	479	855	594
Earned income credit: <sup>7</sup> Number.....	50,096	50,096	--	--	--	--
Amount.....	86,465	86,465	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	45,274	45,274	--	--	--	--
Amount.....	79,471	79,471	--	--	--	--
Alternative minimum tax: Number.....	11,763	63	288	403	3,073	7,936
Amount.....	59,075	626	269	632	5,982	51,567
Income tax: <sup>9</sup> Number.....	202,475	114,002	35,441	18,321	23,284	11,427
Amount.....	2,665,629	245,778	241,490	202,691	478,567	1,497,104
Total tax liability: <sup>10</sup> Number.....	213,234	124,412	35,693	18,377	23,318	11,434
Amount.....	2,831,044	274,618	253,708	213,163	507,236	1,582,321
Tax due at time of filing: <sup>11</sup> Number.....	56,158	29,219	8,961	4,575	7,658	5,745
Amount.....	266,163	30,270	18,267	13,732	37,535	166,359
Overpayments: <sup>12</sup> Number.....	208,313	151,191	26,675	13,196	14,124	3,127
Amount.....	505,404	283,280	71,655	42,880	63,693	43,895

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>FLORIDA</b>						
<b>Number of returns</b> .....	<b>8,173,271</b>	<b>5,966,628</b>	<b>981,058</b>	<b>518,347</b>	<b>509,047</b>	<b>198,191</b>
Number of joint returns.....	3,035,588	1,395,996	634,980	415,367	426,311	162,934
Number with paid preparer's signature.....	4,699,117	3,385,923	552,288	291,355	313,173	156,378
Number of exemptions.....	15,782,075	10,189,700	2,315,395	1,359,049	1,385,735	532,196
<b>Adjusted gross income (AGI) <sup>3</sup></b> .....	<b>415,063,112</b>	<b>113,246,091</b>	<b>60,110,141</b>	<b>44,608,076</b>	<b>67,409,162</b>	<b>129,689,642</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	6,650,945	4,775,996	838,777	446,287	433,909	155,976
Amount.....	262,773,450	95,732,244	45,080,202	32,855,292	45,633,128	43,472,587
Taxable interest: Number.....	3,226,659	1,712,539	558,698	359,391	410,503	185,528
Amount.....	11,175,358	2,920,952	1,117,053	835,928	1,502,194	4,799,229
Ordinary dividends: Number.....	1,808,795	880,162	297,716	207,134	272,094	151,689
Amount.....	11,786,594	2,069,059	972,855	810,872	1,704,898	6,228,911
Business or profession net income (less loss):						
Number.....	1,308,740	913,031	152,802	89,959	102,496	50,452
Amount.....	13,287,589	4,283,421	1,499,803	1,134,962	2,421,454	3,947,950
Number of farm returns.....	39,164	18,775	6,322	4,310	5,415	4,342
Net capital gain (less loss) in AGI: Number.....	1,587,972	744,095	251,300	179,706	254,983	157,888
Amount.....	47,235,180	1,458,206	919,657	1,124,582	3,984,262	39,748,472
Taxable Individual Retirement Arrangements distributions: Number.....	633,414	362,655	109,995	65,947	68,002	26,815
Amount.....	8,410,599	2,314,416	1,347,084	1,177,072	2,011,874	1,560,152
Pensions and annuities in AGI: Number.....	1,525,065	918,136	265,655	151,556	143,139	46,579
Amount.....	28,172,898	11,016,321	5,960,695	4,159,133	4,935,185	2,101,564
Unemployment compensation: Number.....	357,619	278,426	42,630	19,301	14,790	2,472
Amount.....	1,080,730	807,004	141,475	66,455	55,290	10,507
Social Security benefits in AGI: Number.....	887,004	421,502	204,269	107,764	103,291	50,178
Amount.....	8,676,530	1,908,617	2,505,592	1,645,311	1,705,304	911,705
Self-employment retirement plans: Number.....	42,155	7,609	5,213	5,011	11,815	12,507
Amount.....	661,535	44,210	42,875	51,003	178,061	345,387
Total itemized deductions: <sup>5</sup> Number.....	2,580,151	1,143,880	522,322	346,832	406,805	160,312
Amount.....	54,905,546	17,736,241	9,163,108	6,884,268	10,130,080	10,991,852
State and local income taxes: Number.....	240,531	82,299	43,667	32,237	46,981	35,347
Amount.....	1,795,909	144,053	88,019	88,441	208,838	1,266,558
State and local general sales tax: Number.....	2,039,988	875,255	427,859	287,883	332,674	116,317
Amount.....	2,927,544	799,778	607,989	483,962	675,221	360,594
Real estate taxes: Number.....	2,230,723	887,564	471,065	325,878	389,337	156,879
Amount.....	8,027,395	2,114,183	1,255,192	1,030,091	1,755,680	1,872,248
Taxes paid: Number.....	2,529,901	1,095,756	518,152	346,160	406,689	163,144
Amount.....	13,356,937	3,292,143	2,019,281	1,654,154	2,726,561	3,664,798
Interest paid: Number.....	2,143,567	856,417	460,081	315,986	370,039	141,044
Amount.....	21,854,223	7,365,730	3,733,751	2,887,369	4,187,576	3,679,797
Contributions: Number.....	2,182,061	873,646	457,658	315,460	380,093	155,204
Amount.....	9,481,940	1,657,078	1,202,004	1,003,094	1,651,448	3,968,317
Taxable income: Number.....	6,209,044	4,012,414	974,900	516,508	507,517	197,705
Amount.....	295,786,999	53,491,770	39,970,568	32,016,014	52,172,174	118,136,475
Total tax credits: <sup>6</sup> Number.....	2,321,530	1,429,749	393,042	233,554	192,453	72,732
Amount.....	2,640,968	1,108,880	621,230	379,249	230,647	300,963
Child tax credit: Number.....	1,426,573	823,191	308,402	178,197	116,747	36
Amount.....	1,613,941	681,636	484,977	290,961	156,334	31
Child care credit: Number.....	403,018	195,412	88,270	57,375	52,303	9,658
Amount.....	211,186	100,109	45,829	31,038	28,608	5,602
Earned income credit: <sup>7</sup> Number.....	1,615,204	1,615,204	--	--	--	--
Amount.....	2,934,123	2,934,123	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	1,406,107	1,406,107	--	--	--	--
Amount.....	2,552,150	2,552,150	--	--	--	--
Alternative minimum tax: Number.....	118,535	2,823	5,430	7,306	36,264	66,712
Amount.....	596,523	13,514	8,808	12,647	84,203	477,351
Income tax: <sup>9</sup> Number.....	5,430,213	3,265,060	946,476	513,627	507,201	197,849
Amount.....	55,275,654	5,552,766	5,162,758	4,582,866	9,564,445	30,412,818
Total tax liability: <sup>10</sup> Number.....	5,971,840	3,795,494	955,521	515,050	507,828	197,947
Amount.....	57,750,351	6,645,948	5,483,466	4,815,890	9,958,398	30,846,649
Tax due at time of filing: <sup>11</sup> Number.....	1,468,212	772,818	242,695	144,536	202,961	105,202
Amount.....	7,756,367	758,791	501,135	436,599	1,225,438	4,834,405
Overpayments: <sup>12</sup> Number.....	6,190,464	4,826,512	698,936	347,494	265,921	51,601
Amount.....	14,136,149	8,790,956	1,907,073	1,190,214	1,249,750	998,157

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>GEORGIA</b>						
<b>Number of returns.....</b>	<b>3,782,867</b>	<b>2,677,399</b>	<b>482,684</b>	<b>269,320</b>	<b>270,083</b>	<b>83,381</b>
Number of joint returns.....	1,429,572	584,991	311,685	222,030	237,351	73,515
Number with paid preparer's signature.....	2,259,057	1,605,396	282,036	151,338	155,296	64,991
Number of exemptions.....	8,015,967	5,023,844	1,201,383	750,841	788,611	251,288
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>181,841,225</b>	<b>52,397,059</b>	<b>29,605,819</b>	<b>23,216,734</b>	<b>35,660,734</b>	<b>40,960,879</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	3,298,825	2,280,245	444,411	250,514	250,995	72,660
Amount.....	138,283,628	46,925,549	24,632,787	19,155,124	28,010,797	19,559,369
Taxable interest: Number.....	1,296,768	592,226	242,211	172,467	211,908	77,956
Amount.....	2,478,719	707,108	287,907	223,477	393,179	867,049
Ordinary dividends: Number.....	726,024	286,420	125,978	100,918	146,430	66,278
Amount.....	3,284,950	484,978	256,098	236,056	569,257	1,738,561
Business or profession net income (less loss):						
Number.....	650,101	429,662	88,337	52,739	57,523	21,840
Amount.....	5,129,110	1,479,955	589,190	497,612	1,104,471	1,457,882
Number of farm returns.....	49,832	25,604	8,902	5,609	6,321	3,396
Net capital gain (less loss) in AGI: Number.....	575,574	220,927	92,910	75,953	121,224	64,560
Amount.....	10,350,985	480,107	257,857	306,520	1,104,136	8,202,365
Taxable Individual Retirement Arrangements distributions: Number.....	195,205	105,423	36,108	23,002	23,629	7,043
Amount.....	2,345,807	682,633	416,039	355,104	576,028	316,003
Pensions and annuities in AGI: Number.....	601,313	341,043	111,186	67,334	65,671	16,079
Amount.....	10,348,581	3,939,345	2,168,555	1,610,569	2,034,272	595,840
Unemployment compensation: Number.....	182,203	136,133	26,357	11,399	7,483	831
Amount.....	511,771	370,630	75,556	36,366	25,952	3,266
Social Security benefits in AGI: Number.....	262,411	124,704	62,638	33,434	30,568	11,067
Amount.....	2,459,510	539,692	736,203	493,347	491,321	198,948
Self-employment retirement plans: Number.....	26,245	4,084	2,929	3,044	7,679	8,509
Amount.....	412,612	20,788	20,993	28,012	106,794	236,025
Total itemized deductions: <sup>5</sup> Number.....	1,475,270	577,812	331,433	229,628	255,666	80,731
Amount.....	30,638,358	8,456,968	5,608,295	4,521,330	6,712,569	5,339,196
State and local income taxes: Number.....	1,298,296	442,963	308,681	219,681	248,117	78,854
Amount.....	6,035,800	634,832	873,882	891,540	1,611,829	2,023,717
State and local general sales tax: Number.....	160,382	116,882	24,068	10,142	7,305	1,985
Amount.....	237,525	113,470	59,056	29,496	25,417	10,086
Real estate taxes: Number.....	1,292,584	447,835	302,988	217,221	246,133	78,407
Amount.....	2,789,483	638,862	484,353	423,051	707,784	535,435
Taxes paid: Number.....	1,485,213	582,430	334,986	230,647	256,125	81,025
Amount.....	10,544,911	2,271,138	1,519,194	1,424,283	2,456,929	2,873,367
Interest paid: Number.....	1,266,390	447,117	300,374	212,492	235,299	71,108
Amount.....	13,274,539	4,690,169	2,273,561	1,795,966	3,036,179	1,478,665
Contributions: Number.....	1,318,068	479,663	302,319	214,097	243,588	78,401
Amount.....	5,889,948	1,234,527	969,698	802,391	1,232,656	1,650,677
Taxable income: Number.....	2,869,022	1,766,383	480,734	268,841	269,787	83,277
Amount.....	120,285,659	23,290,911	19,019,229	16,026,147	26,408,694	35,540,678
Total tax credits: <sup>6</sup> Number.....	1,178,153	706,784	206,749	130,393	105,509	28,718
Amount.....	1,339,975	565,951	345,377	227,794	130,455	70,397
Child tax credit: Number.....	835,483	474,352	177,049	109,287	74,767	28
Amount.....	954,170	387,635	282,489	182,616	101,398	31
Child care credit: Number.....	215,683	104,402	45,584	32,127	28,695	4,875
Amount.....	111,905	55,629	22,746	16,495	14,532	2,502
Earned income credit: <sup>7</sup> Number.....	865,368	865,368	--	--	--	--
Amount.....	1,732,097	1,732,097	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	784,147	784,147	--	--	--	--
Amount.....	1,555,922	1,555,922	--	--	--	--
Alternative minimum tax: Number.....	73,066	866	2,315	3,033	20,945	45,907
Amount.....	271,859	2,975	2,921	4,942	41,486	219,534
Income tax: <sup>9</sup> Number.....	2,443,152	1,359,801	463,526	267,043	269,477	83,305
Amount.....	20,815,497	2,331,910	2,396,636	2,222,755	4,779,424	9,084,771
Total tax liability: <sup>10</sup> Number.....	2,687,182	1,597,294	468,993	267,829	269,736	83,330
Amount.....	22,027,374	2,819,041	2,560,802	2,347,116	4,991,993	9,308,422
Tax due at time of filing: <sup>11</sup> Number.....	677,686	337,703	114,237	71,905	107,524	46,317
Amount.....	2,770,967	349,190	225,372	193,036	518,211	1,485,159
Overpayments: <sup>12</sup> Number.....	2,943,924	2,220,332	358,087	190,236	150,536	24,733
Amount.....	6,844,562	4,377,153	937,438	598,046	622,552	309,375

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>HAWAII</b>						
<b>Number of returns.....</b>	<b>606,129</b>	<b>424,083</b>	<b>83,235</b>	<b>46,391</b>	<b>41,609</b>	<b>10,811</b>
Number of joint returns.....	234,619	99,089	53,027	37,941	35,806	8,756
Number with paid preparer's signature.....	343,535	232,283	49,042	27,439	25,980	8,791
Number of exemptions.....	1,172,464	693,887	205,929	128,739	115,615	28,294
<b>Adjusted gross income (AGI) <sup>2</sup>.....</b>	<b>28,113,640</b>	<b>8,456,751</b>	<b>5,108,526</b>	<b>3,998,305</b>	<b>5,414,148</b>	<b>5,135,910</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	504,839	345,788	72,788	41,129	36,587	8,547
Amount.....	20,083,633	7,236,930	3,998,108	3,063,376	3,778,856	2,006,362
Taxable interest: Number.....	318,696	172,469	59,970	38,473	37,464	10,320
Amount.....	423,385	123,685	56,242	44,000	69,253	130,204
Ordinary dividends: Number.....	147,348	67,300	27,189	20,330	24,221	8,308
Amount.....	500,798	98,990	51,605	47,800	93,018	209,384
Business or profession net income (less loss):						
Number.....	91,160	53,851	14,437	9,199	10,053	3,620
Amount.....	1,225,585	268,274	141,497	127,835	297,244	390,735
Number of farm returns.....	5,695	3,422	917	573	533	250
Net capital gain (less loss) in AGI: Number.....	115,816	50,707	20,318	15,558	20,697	8,536
Amount.....	1,991,757	55,540	57,411	76,689	329,095	1,473,022
Taxable Individual Retirement Arrangements distributions: Number.....	40,059	21,464	7,830	4,981	4,561	1,223
Amount.....	385,784	116,111	73,123	65,104	90,286	41,162
Pensions and annuities in AGI: Number.....	116,620	66,011	21,087	13,489	12,846	3,187
Amount.....	2,345,670	863,678	506,175	390,416	448,539	136,863
Unemployment compensation: Number.....	28,158	19,053	5,103	2,458	1,407	137
Amount.....	105,012	71,551	18,990	8,535	5,303	633
Social Security benefits in AGI: Number.....	59,158	26,515	14,385	8,217	7,524	2,517
Amount.....	585,488	118,804	170,989	124,463	125,621	45,613
Self-employment retirement plans: Number.....	6,600	1,340	894	979	1,968	1,419
Amount.....	104,345	8,255	7,498	10,060	32,488	46,044
Total itemized deductions: <sup>5</sup> Number.....	201,672	73,312	47,726	34,374	36,244	10,016
Amount.....	4,277,465	1,062,285	886,964	724,589	983,602	620,025
State and local income taxes: Number.....	175,296	55,786	43,381	32,181	34,302	9,646
Amount.....	979,561	112,325	150,729	157,489	266,249	292,769
State and local general sales tax: Number.....	22,562	14,347	3,979	2,045	1,779	412
Amount.....	28,256	13,123	6,390	3,401	3,983	1,359
Real estate taxes: Number.....	155,108	46,939	36,883	29,374	32,578	9,334
Amount.....	195,663	44,869	36,188	33,147	50,642	30,818
Taxes paid: Number.....	202,326	73,452	47,964	34,503	36,295	10,112
Amount.....	1,221,677	175,442	196,957	196,509	324,878	327,891
Interest paid: Number.....	155,284	47,360	37,854	29,688	31,937	8,445
Amount.....	1,960,002	479,722	450,808	365,950	461,736	201,787
Contributions: Number.....	178,361	59,836	43,196	31,877	34,011	9,441
Amount.....	560,885	115,046	101,635	83,906	115,831	144,467
Taxable income: Number.....	481,837	300,386	82,801	46,303	41,552	10,795
Amount.....	18,981,725	4,300,069	3,317,409	2,762,027	4,026,276	4,575,943
Total tax credits: <sup>6</sup> Number.....	182,010	100,523	36,649	23,536	17,258	4,044
Amount.....	208,427	75,821	59,721	39,440	20,522	12,923
Child tax credit: Number.....	110,767	53,809	28,714	17,705	**10,539	**
Amount.....	140,861	49,086	47,066	30,263	**14,446	**
Child care credit: Number.....	29,244	10,297	7,414	5,546	5,171	816
Amount.....	12,886	4,501	3,264	2,426	2,303	392
Earned income credit: <sup>7</sup> Number.....	88,732	88,732	--	--	--	--
Amount.....	141,483	141,483	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	76,201	76,201	--	--	--	--
Amount.....	126,802	126,802	--	--	--	--
Alternative minimum tax: Number.....	9,748	158	332	483	2,729	6,046
Amount.....	42,105	841	476	1,247	5,864	33,676
Income tax: <sup>9</sup> Number.....	432,867	255,404	79,249	45,918	41,498	10,798
Amount.....	3,109,492	467,812	424,752	384,249	715,029	1,117,651
Total tax liability: <sup>10</sup> Number.....	459,358	280,765	80,207	46,055	41,531	10,800
Amount.....	3,314,030	536,105	453,907	408,665	759,244	1,156,109
Tax due at time of filing: <sup>11</sup> Number.....	120,001	58,607	22,596	14,765	18,728	5,305
Amount.....	383,061	54,029	41,028	37,524	93,671	156,810
Overpayments: <sup>12</sup> Number.....	446,555	338,993	57,004	28,944	18,823	2,791
Amount.....	854,761	523,285	137,244	84,577	74,393	35,264

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>IDAHO</b>						
<b>Number of returns.....</b>	<b>594,282</b>	<b>434,822</b>	<b>82,370</b>	<b>39,027</b>	<b>29,690</b>	<b>8,373</b>
Number of joint returns.....	288,848	152,162	67,269	35,069	26,993	7,355
Number with paid preparer's signature.....	342,120	241,564	49,491	23,594	19,997	7,474
Number of exemptions.....	1,294,354	825,367	236,831	117,239	89,884	25,033
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>24,800,279</b>	<b>8,146,995</b>	<b>5,038,423</b>	<b>3,343,785</b>	<b>3,868,585</b>	<b>4,402,490</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	505,347	362,491	74,475	35,486	26,272	6,623
Amount.....	17,812,258	7,205,397	4,031,851	2,613,772	2,624,218	1,337,021
Taxable interest: Number.....	235,101	131,858	44,537	26,651	24,129	7,926
Amount.....	554,074	183,380	64,463	45,359	79,766	181,104
Ordinary dividends: Number.....	123,590	63,475	22,428	15,291	16,209	6,187
Amount.....	419,738	98,874	42,221	36,213	63,089	179,339
Business or profession net income (less loss):						
Number.....	106,502	69,969	17,992	8,699	7,330	2,512
Amount.....	928,068	301,940	142,444	94,156	183,175	206,354
Number of farm returns.....	22,418	14,158	3,903	1,969	1,679	709
Net capital gain (less loss) in AGI: Number.....	119,456	61,002	21,090	14,479	16,184	6,701
Amount.....	1,783,229	151,802	85,966	96,265	265,815	1,183,382
Taxable Individual Retirement Arrangements						
distributions: Number.....	39,296	24,809	7,134	3,670	2,870	813
Amount.....	399,301	155,002	82,328	60,325	69,464	32,183
Pensions and annuities in AGI: Number.....	100,800	65,241	18,040	9,042	6,844	1,633
Amount.....	1,597,423	758,478	358,353	218,466	206,376	55,749
Unemployment compensation: Number.....	58,665	46,663	8,463	2,432	1,014	93
Amount.....	164,258	126,279	25,575	8,147	3,840	418
Social Security benefits in AGI: Number.....	49,543	26,363	11,793	5,390	4,370	1,627
Amount.....	422,146	107,752	139,019	79,431	68,699	27,245
Self-employment retirement plans: Number.....	4,128	833	618	587	1,221	869
Amount.....	58,070	4,483	4,719	5,540	19,010	24,319
Total itemized deductions: <sup>5</sup> Number.....	207,318	87,009	52,912	32,397	27,302	7,698
Amount.....	3,951,919	1,237,798	841,245	603,544	694,399	574,935
State and local income taxes: Number.....	162,987	52,875	46,616	30,353	25,810	7,333
Amount.....	783,040	84,661	138,206	134,327	193,533	232,313
State and local general sales tax: Number.....	42,686	32,423	6,361	2,048	1,456	398
Amount.....	43,768	21,059	12,479	4,896	4,097	1,237
Real estate taxes: Number.....	190,066	75,871	49,742	30,840	26,255	7,358
Amount.....	378,390	120,300	79,098	60,378	73,697	44,916
Taxes paid: Number.....	208,432	87,644	53,203	32,484	27,352	7,749
Amount.....	1,221,152	231,776	233,246	202,171	273,618	280,341
Interest paid: Number.....	180,608	71,380	48,507	29,772	24,504	6,445
Amount.....	1,472,963	467,424	349,829	234,763	241,741	179,207
Contributions: Number.....	174,987	65,583	46,512	29,707	25,764	7,421
Amount.....	706,996	148,061	141,981	109,759	135,542	171,653
Taxable income: Number.....	452,992	293,876	82,119	38,986	29,653	8,358
Amount.....	15,943,552	3,760,778	3,191,812	2,314,357	2,875,998	3,800,607
Total tax credits: <sup>6</sup> Number.....	191,256	113,051	42,307	20,520	12,416	2,962
Amount.....	232,192	91,046	75,353	37,740	17,247	10,807
Child tax credit: Number.....	130,601	70,863	35,070	16,118	8,532	18
Amount.....	171,183	65,056	62,227	30,337	13,546	18
Child care credit: Number.....	27,165	12,364	8,160	3,880	2,402	359
Amount.....	11,938	5,176	3,689	1,800	1,094	179
Earned income credit: <sup>7</sup> Number.....	103,397	103,397	--	--	--	--
Amount.....	179,113	179,113	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	89,829	89,829	--	--	--	--
Amount.....	156,605	156,605	--	--	--	--
Alternative minimum tax: Number.....	8,250	104	224	378	2,522	5,022
Amount.....	31,566	440	359	603	5,106	25,060
Income tax: <sup>9</sup> Number.....	389,326	235,705	77,151	38,524	29,583	8,363
Amount.....	2,468,293	362,386	361,198	302,476	500,257	941,977
Total tax liability: <sup>10</sup> Number.....	427,861	272,429	78,756	38,686	29,622	8,368
Amount.....	2,669,952	448,889	395,527	324,701	533,918	966,917
Tax due at time of filing: <sup>11</sup> Number.....	122,864	67,463	24,059	12,531	13,687	5,124
Amount.....	446,998	64,589	47,215	36,850	86,797	211,546
Overpayments: <sup>12</sup> Number.....	437,371	340,604	55,944	25,069	13,930	1,824
Amount.....	818,890	527,519	128,800	71,617	57,371	33,585

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>ILLINOIS</b>						
<b>Number of returns.....</b>	<b>5,762,889</b>	<b>3,840,048</b>	<b>824,342</b>	<b>474,675</b>	<b>473,357</b>	<b>150,467</b>
Number of joint returns.....	2,211,441	792,395	497,152	381,494	409,974	130,426
Number with paid preparer's signature.....	3,417,431	2,236,854	502,336	283,109	281,462	113,670
Number of exemptions.....	11,763,616	6,534,127	2,024,746	1,338,329	1,404,770	461,644
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>312,951,786</b>	<b>75,305,066</b>	<b>50,660,146</b>	<b>40,931,387</b>	<b>62,361,097</b>	<b>83,694,088</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	4,900,951	3,141,612	749,850	439,667	438,690	131,132
Amount.....	228,115,768	63,499,212	41,407,181	33,611,769	49,235,687	40,361,920
Taxable interest: Number.....	2,740,429	1,344,930	504,363	350,001	398,357	142,778
Amount.....	5,957,830	1,699,716	685,457	522,161	855,964	2,194,530
Ordinary dividends: Number.....	1,519,522	657,412	259,984	202,785	275,623	123,718
Amount.....	6,657,525	1,105,418	566,223	490,442	1,049,719	3,445,723
Business or profession net income (less loss):						
Number.....	818,765	486,205	123,543	79,498	91,255	38,264
Amount.....	9,333,381	2,488,426	1,087,079	917,776	2,069,347	2,770,751
Number of farm returns.....	73,041	39,023	15,329	8,900	7,262	2,527
Net capital gain (less loss) in AGI: Number.....	1,163,791	480,333	189,182	150,958	224,642	118,676
Amount.....	21,421,047	673,942	411,589	503,147	1,820,671	18,011,698
Taxable Individual Retirement Arrangements distributions: Number.....	420,222	243,665	72,632	44,866	44,682	14,377
Amount.....	4,879,899	1,494,094	846,138	711,181	1,116,368	712,119
Pensions and annuities in AGI: Number.....	1,038,856	609,187	182,833	110,342	107,938	28,556
Amount.....	17,562,043	6,700,271	3,694,186	2,681,166	3,371,873	1,114,547
Unemployment compensation: Number.....	432,367	289,483	76,034	37,581	25,624	3,645
Amount.....	1,827,982	1,187,356	337,385	166,346	117,923	18,973
Social Security benefits in AGI: Number.....	502,492	242,835	118,852	62,740	56,513	21,552
Amount.....	4,675,920	1,068,177	1,412,965	901,364	888,946	404,468
Self-employment retirement plans: Number.....	52,153	6,963	5,981	6,436	15,464	17,309
Amount.....	851,794	37,991	43,077	55,295	209,323	506,107
Total itemized deductions: <sup>5</sup> Number.....	2,085,917	697,177	473,390	354,417	419,486	141,445
Amount.....	43,252,325	10,376,769	7,831,987	6,682,490	10,150,228	8,210,853
State and local income taxes: Number.....	1,557,279	381,364	370,192	296,928	373,342	135,453
Amount.....	5,847,370	483,660	691,569	751,709	1,459,545	2,460,887
State and local general sales tax: Number.....	507,366	295,500	101,974	57,275	46,016	6,601
Amount.....	875,995	330,648	208,198	149,712	153,455	33,982
Real estate taxes: Number.....	1,895,629	584,346	432,619	337,373	404,005	137,286
Amount.....	8,257,486	1,807,145	1,495,207	1,383,211	2,182,004	1,389,920
Taxes paid: Number.....	2,094,863	700,814	475,690	355,692	420,378	142,289
Amount.....	15,544,748	2,866,378	2,445,257	2,325,397	3,865,887	4,041,829
Interest paid: Number.....	1,746,719	512,162	412,500	322,407	378,965	120,685
Amount.....	16,575,099	4,376,351	3,236,007	2,701,516	3,882,337	2,378,887
Contributions: Number.....	1,840,418	548,296	422,859	329,772	401,293	138,198
Amount.....	7,054,524	1,028,061	990,599	893,220	1,520,416	2,622,227
Taxable income: Number.....	4,502,999	2,584,625	821,214	473,989	472,849	150,322
Amount.....	221,779,616	36,618,797	33,723,676	29,039,430	47,415,989	74,981,724
Total tax credits: <sup>6</sup> Number.....	1,773,539	911,242	359,607	242,690	199,187	60,813
Amount.....	2,298,639	754,740	605,904	427,825	244,556	265,616
Child tax credit: Number.....	1,150,067	538,341	287,644	188,730	135,288	64
Amount.....	1,485,773	476,552	480,603	333,391	195,177	50
Child care credit: Number.....	268,388	116,330	57,014	41,234	44,639	9,171
Amount.....	148,784	68,525	30,674	21,589	23,142	4,854
Earned income credit: <sup>7</sup> Number.....	867,646	867,646	--	--	--	--
Amount.....	1,576,538	1,576,538	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	762,559	762,559	--	--	--	--
Amount.....	1,389,528	1,389,528	--	--	--	--
Alternative minimum tax: Number.....	112,129	1,238	3,626	5,353	37,911	64,001
Amount.....	381,265	3,664	4,230	7,152	64,783	301,435
Income tax: <sup>9</sup> Number.....	4,010,524	2,125,562	791,129	471,008	472,460	150,365
Amount.....	40,694,915	3,882,965	4,362,577	4,084,917	8,672,227	19,692,650
Total tax liability: <sup>10</sup> Number.....	4,305,405	2,410,245	799,720	472,208	472,826	150,406
Amount.....	42,656,590	4,532,784	4,626,454	4,295,337	9,045,898	20,156,115
Tax due at time of filing: <sup>11</sup> Number.....	960,233	456,054	158,101	102,836	165,423	77,819
Amount.....	4,287,036	430,599	310,487	277,296	758,629	2,510,023
Overpayments: <sup>12</sup> Number.....	4,474,084	3,150,003	640,975	355,261	281,827	46,018
Amount.....	10,504,505	5,497,862	1,857,063	1,247,943	1,211,790	689,844

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>INDIANA</b>						
<b>Number of returns.....</b>	<b>2,854,911</b>	<b>1,986,036</b>	<b>424,349</b>	<b>227,980</b>	<b>175,889</b>	<b>40,657</b>
Number of joint returns.....	1,207,709	495,057	314,277	201,512	160,621	36,242
Number with paid preparer's signature.....	1,649,507	1,128,249	252,972	131,343	104,277	32,666
Number of exemptions.....	5,811,845	3,365,228	1,122,387	668,853	530,465	124,912
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>127,615,390</b>	<b>39,200,712</b>	<b>26,095,071</b>	<b>19,582,023</b>	<b>22,638,672</b>	<b>20,098,912</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	2,478,814	1,665,577	397,262	216,022	164,529	35,424
Amount.....	97,800,475	32,660,410	21,988,028	16,616,684	17,801,706	8,733,646
Taxable interest: Number.....	1,212,714	637,056	236,050	157,078	143,700	38,830
Amount.....	1,974,706	755,203	271,811	188,562	269,371	489,760
Ordinary dividends: Number.....	601,071	287,309	110,834	81,084	89,748	32,096
Amount.....	2,009,890	412,426	202,176	166,387	329,812	899,089
Business or profession net income (less loss):						
Number.....	367,195	214,015	68,271	38,975	34,492	11,442
Amount.....	3,742,156	1,142,182	558,091	419,387	804,492	818,004
Number of farm returns.....	58,575	33,536	11,859	6,597	5,004	1,579
Net capital gain (less loss) in AGI: Number.....	457,089	213,358	80,636	59,434	72,506	31,155
Amount.....	4,664,286	273,349	219,866	227,815	639,685	3,303,570
Taxable Individual Retirement Arrangements distributions: Number.....	205,850	129,561	35,197	20,003	17,080	4,009
Amount.....	2,093,127	762,362	411,540	321,918	424,422	172,886
Pensions and annuities in AGI: Number.....	548,690	359,468	90,217	50,204	40,798	8,003
Amount.....	7,488,626	3,757,090	1,494,989	952,882	1,009,133	274,532
Unemployment compensation: Number.....	200,870	142,115	36,759	14,925	6,729	342
Amount.....	650,876	451,485	122,922	50,467	24,597	1,405
Social Security benefits in AGI: Number.....	243,499	132,727	56,613	26,752	21,035	6,372
Amount.....	2,166,799	567,866	702,592	417,587	357,181	121,574
Self-employment retirement plans: Number.....	16,468	2,317	1,969	2,116	5,108	4,958
Amount.....	238,101	11,407	12,380	17,013	68,488	128,814
Total itemized deductions: <sup>5</sup> Number.....	862,657	289,875	217,514	163,037	153,771	38,460
Amount.....	15,151,260	3,724,195	3,135,144	2,717,598	3,429,384	2,144,938
State and local income taxes: Number.....	803,538	243,990	210,204	159,844	151,421	38,079
Amount.....	3,174,453	363,694	555,827	581,541	828,989	844,402
State and local general sales tax: Number.....	56,218	42,057	7,700	3,480	2,433	548
Amount.....	112,460	51,046	21,896	24,705	11,966	2,847
Real estate taxes: Number.....	786,533	245,652	201,332	155,050	147,272	37,227
Amount.....	1,492,416	333,761	299,878	274,517	371,457	212,802
Taxes paid: Number.....	866,129	291,303	218,530	163,582	154,047	38,667
Amount.....	5,126,568	801,536	932,289	933,882	1,369,900	1,088,961
Interest paid: Number.....	754,429	229,140	199,585	152,984	140,750	31,970
Amount.....	5,731,671	1,567,103	1,328,002	1,111,661	1,207,284	517,621
Contributions: Number.....	724,546	211,963	183,783	146,766	144,671	37,363
Amount.....	2,660,276	425,579	453,640	425,541	617,759	737,757
Taxable income: Number.....	2,220,613	1,352,883	423,526	227,822	175,770	40,612
Amount.....	86,072,709	19,019,525	17,615,403	14,189,072	17,460,870	17,787,840
Total tax credits: <sup>6</sup> Number.....	868,301	460,694	200,477	118,212	73,132	15,786
Amount.....	1,083,938	381,042	349,682	214,794	96,636	41,784
Child tax credit: Number.....	609,865	293,633	167,332	96,154	52,726	20
Amount.....	812,066	275,957	286,987	171,108	78,001	13
Child care credit: Number.....	118,504	44,577	32,030	22,711	17,027	2,159
Amount.....	56,782	21,374	14,901	11,319	8,122	1,065
Earned income credit: <sup>7</sup> Number.....	434,730	434,730	--	--	--	--
Amount.....	756,647	756,647	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	386,154	386,154	--	--	--	--
Amount.....	684,740	684,740	--	--	--	--
Alternative minimum tax: Number.....	29,098	472	911	1,426	9,051	17,238
Amount.....	99,701	1,314	1,080	2,050	16,920	78,337
Income tax: <sup>9</sup> Number.....	1,992,239	1,137,769	411,458	226,744	175,637	40,631
Amount.....	13,882,993	1,995,887	2,154,844	1,943,396	3,135,868	4,652,999
Total tax liability: <sup>10</sup> Number.....	2,109,780	1,251,257	415,016	227,132	175,731	40,644
Amount.....	14,672,099	2,273,943	2,289,671	2,046,411	3,289,005	4,773,069
Tax due at time of filing: <sup>11</sup> Number.....	422,402	206,720	81,037	49,232	63,597	21,816
Amount.....	1,556,284	190,572	149,723	130,112	301,257	784,620
Overpayments: <sup>12</sup> Number.....	2,294,597	1,673,067	333,883	172,652	103,437	11,558
Amount.....	4,796,512	2,738,909	903,611	570,810	418,812	164,371

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>IOWA</b>						
<b>Number of returns</b> .....	<b>1,334,499</b>	<b>935,389</b>	<b>204,655</b>	<b>103,682</b>	<b>72,750</b>	<b>18,023</b>
Number of joint returns.....	604,605	261,114	165,352	94,761	67,081	16,297
Number with paid preparer's signature.....	917,397	628,703	150,602	72,642	50,349	15,101
Number of exemptions.....	2,691,823	1,540,021	564,391	312,089	220,586	54,736
<b>Adjusted gross income (AGI) <sup>3</sup></b> .....	<b>58,021,580</b>	<b>18,747,078</b>	<b>12,575,289</b>	<b>8,882,217</b>	<b>9,396,577</b>	<b>8,420,421</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	1,134,081	768,101	187,659	96,235	66,385	15,701
Amount.....	43,144,382	15,271,737	10,129,470	7,159,522	6,889,525	3,694,125
Taxable interest: Number.....	685,569	387,283	136,126	81,084	63,721	17,355
Amount.....	1,306,294	555,297	195,164	128,668	168,889	258,277
Ordinary dividends: Number.....	369,567	191,353	71,276	47,330	44,746	14,862
Amount.....	1,036,504	253,924	120,350	96,573	171,366	394,291
Business or profession net income (less loss):						
Number.....	206,208	124,960	39,588	20,317	16,177	5,166
Amount.....	1,846,206	593,239	316,275	223,135	386,981	326,576
Number of farm returns.....	83,398	53,202	16,420	7,404	4,874	1,498
Net capital gain (less loss) in AGI: Number.....	293,033	151,134	54,160	36,254	37,219	14,266
Amount.....	2,286,254	214,074	153,563	148,687	360,209	1,409,720
Taxable Individual Retirement Arrangements distributions: Number.....	112,196	74,032	18,805	9,800	7,638	1,921
Amount.....	913,114	376,873	178,099	130,291	160,308	67,544
Pensions and annuities in AGI: Number.....	250,586	163,749	43,929	22,732	16,470	3,706
Amount.....	3,252,006	1,599,035	694,737	436,288	405,461	116,484
Unemployment compensation: Number.....	99,993	73,953	18,182	5,676	2,032	150
Amount.....	301,335	220,636	55,517	17,264	7,304	613
Social Security benefits in AGI: Number.....	135,434	75,614	31,430	14,469	10,724	3,197
Amount.....	1,175,430	317,225	388,861	226,032	181,745	61,567
Self-employment retirement plans: Number.....	12,209	2,510	2,273	2,081	3,392	1,953
Amount.....	136,866	12,092	14,887	17,835	45,593	46,460
Total itemized deductions: <sup>5</sup> Number.....	421,444	157,927	102,271	77,932	66,119	17,195
Amount.....	7,318,423	2,053,609	1,473,500	1,298,176	1,494,119	999,018
State and local income taxes: Number.....	368,636	112,038	98,028	76,382	65,160	17,028
Amount.....	1,737,697	172,103	298,714	339,076	469,724	458,080
State and local general sales tax: Number.....	50,163	42,662	4,595	1,677	978	251
Amount.....	43,671	26,206	8,433	4,254	3,352	1,426
Real estate taxes: Number.....	382,554	131,779	95,922	74,784	63,551	16,518
Amount.....	819,115	206,305	174,126	161,732	185,901	91,051
Taxes paid: Number.....	422,667	158,193	102,837	78,160	66,189	17,288
Amount.....	2,705,761	428,808	505,062	527,699	682,720	561,472
Interest paid: Number.....	330,091	101,609	88,544	69,963	56,762	13,213
Amount.....	2,168,124	529,685	531,871	457,335	449,957	199,276
Contributions: Number.....	364,827	122,123	90,188	72,291	63,390	16,835
Amount.....	1,159,683	217,767	193,061	182,715	253,176	312,965
Taxable income: Number.....	1,066,692	668,122	204,244	103,613	72,701	18,012
Amount.....	38,598,943	9,341,773	8,390,957	6,366,855	7,156,114	7,343,245
Total tax credits: <sup>6</sup> Number.....	433,749	234,052	103,503	56,863	31,937	7,394
Amount.....	541,535	190,293	189,465	106,757	41,375	13,646
Child tax credit: Number.....	272,334	124,392	82,079	43,972	21,878	13
Amount.....	378,980	121,515	144,059	80,366	33,030	9
Child care credit: Number.....	82,093	31,093	26,378	14,570	8,846	1,206
Amount.....	36,772	13,643	12,234	6,737	3,668	490
Earned income credit: <sup>7</sup> Number.....	173,109	173,109	--	--	--	--
Amount.....	279,607	279,607	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	147,854	147,854	--	--	--	--
Amount.....	246,015	246,015	--	--	--	--
Alternative minimum tax: Number.....	17,047	225	355	620	5,201	10,646
Amount.....	53,578	656	421	789	8,444	43,268
Income tax: <sup>9</sup> Number.....	959,238	568,134	197,403	103,055	72,632	18,014
Amount.....	5,929,055	965,442	971,244	839,437	1,264,877	1,888,055
Total tax liability: <sup>10</sup> Number.....	1,027,364	633,581	199,805	103,289	72,673	18,016
Amount.....	6,375,181	1,143,354	1,060,245	898,377	1,342,362	1,930,843
Tax due at time of filing: <sup>11</sup> Number.....	265,221	141,878	54,232	30,525	30,525	9,386
Amount.....	711,127	139,449	112,570	85,640	155,391	218,077
Overpayments: <sup>12</sup> Number.....	989,414	732,796	143,388	70,479	37,398	5,353
Amount.....	1,849,808	1,091,165	347,460	206,042	138,460	66,683

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>KANSAS</b>						
<b>Number of returns.....</b>	<b>1,229,497</b>	<b>860,720</b>	<b>175,487</b>	<b>94,359</b>	<b>77,901</b>	<b>21,030</b>
Number of joint returns.....	549,401	240,968	134,143	84,008	71,326	18,956
Number with paid preparer's signature.....	754,427	520,433	110,521	57,351	48,923	17,199
Number of exemptions.....	2,535,779	1,483,127	473,627	277,456	236,373	65,196
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>55,850,495</b>	<b>16,698,360</b>	<b>10,780,565</b>	<b>8,099,138</b>	<b>10,138,235</b>	<b>10,134,197</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	1,048,690	711,292	160,311	87,227	71,540	18,320
Amount.....	41,818,493	14,017,340	8,780,003	6,582,184	7,703,529	4,735,437
Taxable interest: Number.....	566,930	306,117	106,061	69,146	65,576	20,030
Amount.....	1,050,133	409,694	144,781	99,022	148,641	247,996
Ordinary dividends: Number.....	310,159	148,871	57,139	41,256	45,895	16,998
Amount.....	1,177,867	210,275	100,601	85,628	171,493	609,871
Business or profession net income (less loss):						
Number.....	189,567	110,218	34,516	19,772	18,318	6,743
Amount.....	1,858,428	497,483	277,294	217,214	431,291	435,146
Number of farm returns.....	61,894	39,470	11,316	5,528	4,139	1,441
Net capital gain (less loss) in AGI: Number.....	253,697	122,064	44,376	32,159	38,588	16,510
Amount.....	2,322,968	156,173	109,680	110,738	298,171	1,648,205
Taxable Individual Retirement Arrangements distributions: Number.....	104,487	65,642	17,873	10,164	8,613	2,195
Amount.....	1,010,770	366,996	194,735	161,793	205,320	81,925
Pensions and annuities in AGI: Number.....	223,777	139,876	39,167	22,378	18,349	4,007
Amount.....	3,103,375	1,414,137	655,645	451,785	463,974	117,835
Unemployment compensation: Number.....	73,039	53,519	11,776	4,841	2,602	301
Amount.....	243,362	174,140	40,047	17,066	10,591	1,519
Social Security benefits in AGI: Number.....	114,991	60,781	26,897	13,292	10,608	3,413
Amount.....	1,117,383	320,801	335,596	211,692	182,491	66,803
Self-employment retirement plans: Number.....	10,533	1,866	1,504	1,522	3,193	2,448
Amount.....	139,570	9,178	9,648	13,007	44,189	63,550
Total itemized deductions: <sup>5</sup> Number.....	378,101	126,281	88,802	71,300	71,471	20,247
Amount.....	7,297,706	1,750,561	1,386,020	1,230,481	1,672,731	1,257,913
State and local income taxes: Number.....	305,549	73,416	76,682	66,552	69,026	19,873
Amount.....	1,558,109	104,638	201,382	251,910	444,842	555,337
State and local general sales tax: Number.....	69,432	49,429	12,330	4,807	2,415	451
Amount.....	102,640	53,063	25,898	13,182	8,598	1,899
Real estate taxes: Number.....	347,468	106,002	83,678	68,776	69,333	19,679
Amount.....	805,939	177,497	159,412	153,291	203,223	112,516
Taxes paid: Number.....	379,213	126,524	89,337	71,481	71,522	20,349
Amount.....	2,624,805	368,759	419,929	451,542	696,522	688,053
Interest paid: Number.....	307,369	85,851	77,512	64,323	63,303	16,380
Amount.....	2,251,168	473,726	513,590	453,081	546,274	264,497
Contributions: Number.....	328,780	96,898	78,233	65,645	68,204	19,800
Amount.....	1,347,600	207,052	207,171	200,209	307,312	425,856
Taxable income: Number.....	957,262	589,154	174,982	94,283	77,832	21,011
Amount.....	37,560,401	8,023,679	7,180,974	5,788,051	7,676,913	8,890,783
Total tax credits: <sup>6</sup> Number.....	389,845	213,094	85,785	49,657	33,165	8,144
Amount.....	468,706	171,066	150,813	89,336	42,010	15,480
Child tax credit: Number.....	257,358	126,662	69,020	38,849	22,807	20
Amount.....	340,578	117,164	119,880	69,886	33,638	10
Child care credit: Number.....	63,619	25,176	18,135	11,018	8,109	1,181
Amount.....	29,824	11,439	8,694	5,374	3,765	551
Earned income credit: <sup>7</sup> Number.....	178,744	178,744	--	--	--	--
Amount.....	306,000	306,000	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	156,853	156,853	--	--	--	--
Amount.....	274,407	274,407	--	--	--	--
Alternative minimum tax: Number.....	19,230	212	396	641	5,632	12,349
Amount.....	68,108	610	562	917	9,674	56,344
Income tax: <sup>9</sup> Number.....	850,067	488,359	169,149	93,786	77,755	21,018
Amount.....	6,170,833	821,255	858,292	781,302	1,374,146	2,335,839
Total tax liability: <sup>10</sup> Number.....	910,880	546,889	171,171	93,990	77,809	21,021
Amount.....	6,587,945	971,276	930,531	833,464	1,455,963	2,396,709
Tax due at time of filing: <sup>11</sup> Number.....	229,516	118,837	43,283	24,767	31,031	11,598
Amount.....	817,901	114,746	88,460	71,928	160,181	382,586
Overpayments: <sup>12</sup> Number.....	921,473	680,898	126,514	66,046	42,143	5,872
Amount.....	1,799,265	1,056,774	307,919	196,554	164,136	73,881

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>KENTUCKY</b>						
<b>Number of returns.....</b>	<b>1,757,624</b>	<b>1,286,528</b>	<b>238,622</b>	<b>117,963</b>	<b>90,452</b>	<b>24,059</b>
Number of joint returns.....	782,508	389,772	184,272	105,236	81,917	21,311
Number with paid preparer's signature.....	1,143,998	833,684	158,086	74,087	58,193	19,948
Number of exemptions.....	3,592,869	2,287,751	626,397	340,061	266,998	71,662
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>72,674,582</b>	<b>24,751,936</b>	<b>14,633,231</b>	<b>10,117,671</b>	<b>11,720,139</b>	<b>11,451,604</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	1,511,983	1,078,060	220,352	110,130	82,886	20,555
Amount.....	54,957,281	20,930,624	12,028,683	8,274,070	8,716,934	5,006,970
Taxable interest: Number.....	670,605	365,049	129,404	80,106	73,284	22,762
Amount.....	1,135,973	471,300	159,068	104,189	156,716	244,700
Ordinary dividends: Number.....	316,378	150,125	58,145	41,496	47,540	19,072
Amount.....	1,205,600	231,788	115,386	100,407	219,385	538,633
Business or profession net income (less loss):						
Number.....	264,216	174,324	40,846	21,426	20,130	7,490
Amount.....	2,497,392	849,357	320,837	226,604	496,047	604,547
Number of farm returns.....	91,650	58,345	16,644	8,048	6,153	2,460
Net capital gain (less loss) in AGI: Number.....	255,468	121,530	44,242	31,574	39,636	18,486
Amount.....	2,896,887	220,798	137,653	148,024	405,499	1,984,912
Taxable Individual Retirement Arrangements distributions: Number.....	103,753	63,927	18,456	10,291	8,746	2,333
Amount.....	1,089,872	389,385	212,937	165,546	221,118	100,886
Pensions and annuities in AGI: Number.....	326,865	209,987	58,029	30,482	23,473	4,894
Amount.....	5,227,798	2,456,067	1,144,207	731,402	727,334	168,787
Unemployment compensation: Number.....	139,826	103,748	23,956	8,283	3,574	265
Amount.....	416,384	304,160	71,484	26,233	13,326	1,182
Social Security benefits in AGI: Number.....	139,685	76,391	33,309	14,697	11,456	3,832
Amount.....	1,149,927	307,357	378,144	210,687	184,193	69,545
Self-employment retirement plans: Number.....	10,110	1,496	1,245	1,260	3,289	2,820
Amount.....	145,891	7,350	8,650	10,548	46,677	72,665
Total itemized deductions: <sup>5</sup> Number.....	536,679	197,269	138,583	94,566	83,245	23,016
Amount.....	9,685,587	2,593,698	2,052,103	1,660,792	1,993,709	1,385,285
State and local income taxes: Number.....	476,857	151,854	130,451	90,894	80,961	22,697
Amount.....	2,697,349	356,554	516,573	496,220	669,198	658,804
State and local general sales tax: Number.....	54,602	40,228	8,048	3,658	2,238	430
Amount.....	61,334	30,196	13,578	7,972	7,173	2,415
Real estate taxes: Number.....	483,126	164,302	127,512	89,891	79,532	21,889
Amount.....	727,705	179,194	155,506	130,855	165,006	97,144
Taxes paid: Number.....	538,419	197,988	139,141	94,783	83,350	23,157
Amount.....	3,639,162	601,362	721,169	665,917	875,736	774,978
Interest paid: Number.....	453,649	151,595	123,803	86,470	73,398	18,383
Amount.....	3,117,814	850,658	767,811	590,655	621,790	286,899
Contributions: Number.....	461,104	151,777	121,066	86,896	79,048	22,317
Amount.....	1,642,568	302,302	299,002	262,367	363,693	415,205
Taxable income: Number.....	1,332,302	861,871	238,153	117,857	90,385	24,036
Amount.....	47,315,076	11,604,416	9,724,425	7,180,091	8,834,982	9,971,160
Total tax credits: <sup>6</sup> Number.....	513,035	296,198	111,521	60,222	36,435	8,659
Amount.....	592,299	235,526	186,460	104,618	47,337	18,359
Child tax credit: Number.....	359,661	189,765	94,389	49,353	26,144	10
Amount.....	444,749	171,512	152,641	83,300	37,287	9
Child care credit: Number.....	71,143	28,190	20,024	12,699	8,994	1,236
Amount.....	32,556	12,366	9,183	6,125	4,259	624
Earned income credit: <sup>7</sup> Number.....	345,391	345,391	--	--	--	--
Amount.....	608,967	608,967	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	305,012	305,012	--	--	--	--
Amount.....	542,914	542,914	--	--	--	--
Alternative minimum tax: Number.....	23,839	298	574	819	7,553	14,595
Amount.....	89,457	1,052	843	1,417	13,451	72,694
Income tax: <sup>9</sup> Number.....	1,185,725	721,569	232,454	117,352	90,310	24,040
Amount.....	7,505,660	1,192,472	1,175,947	971,305	1,576,503	2,589,432
Total tax liability: <sup>10</sup> Number.....	1,288,343	822,095	234,257	117,562	90,381	24,048
Amount.....	8,023,008	1,404,983	1,256,040	1,027,528	1,670,786	2,663,670
Tax due at time of filing: <sup>11</sup> Number.....	283,599	152,313	53,385	29,567	35,428	12,906
Amount.....	896,043	138,462	96,647	76,520	179,072	405,342
Overpayments: <sup>12</sup> Number.....	1,391,276	1,072,093	178,862	84,462	49,185	6,674
Amount.....	2,827,704	1,803,610	459,231	265,775	204,165	94,923

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>LOUISIANA</b>						
<b>Number of returns.....</b>	<b>1,869,153</b>	<b>1,419,071</b>	<b>217,157</b>	<b>114,447</b>	<b>93,587</b>	<b>24,891</b>
Number of joint returns.....	663,930	306,478	154,968	97,837	83,219	21,428
Number with paid preparer's signature.....	1,082,243	818,105	123,499	64,540	56,541	19,558
Number of exemptions.....	3,930,117	2,679,702	570,076	331,690	276,360	72,289
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>73,138,413</b>	<b>26,346,255</b>	<b>13,321,751</b>	<b>9,834,312</b>	<b>12,132,347</b>	<b>11,503,749</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	1,628,807	1,217,551	199,301	106,478	85,065	20,412
Amount.....	55,846,540	22,891,949	11,054,662	8,147,560	9,038,840	4,713,527
Taxable interest: Number.....	611,850	320,909	115,196	77,046	75,212	23,487
Amount.....	1,052,525	369,469	142,451	103,564	168,624	268,417
Ordinary dividends: Number.....	300,037	139,607	53,053	39,779	47,964	19,634
Amount.....	1,043,423	207,626	106,260	92,139	199,291	438,107
Business or profession net income (less loss):						
Number.....	282,372	191,671	38,174	21,877	21,702	8,948
Amount.....	2,607,339	822,096	266,539	218,185	530,670	769,849
Number of farm returns.....	28,573	15,392	5,444	3,330	3,146	1,261
Net capital gain (less loss) in AGI: Number.....	239,623	109,286	40,689	30,595	40,208	18,845
Amount.....	2,461,226	108,409	98,175	114,840	358,425	1,781,377
Taxable Individual Retirement Arrangements						
distributions: Number.....	97,766	56,589	18,119	10,493	9,900	2,665
Amount.....	1,139,021	374,424	225,460	177,488	255,336	106,313
Pensions and annuities in AGI: Number.....	290,293	185,707	48,198	27,032	23,951	5,405
Amount.....	4,607,814	2,184,086	941,740	602,742	690,067	189,179
Unemployment compensation: Number.....	90,265	74,506	10,041	3,755	1,837	126
Amount.....	254,231	203,891	31,828	11,947	6,097	469
Social Security benefits in AGI: Number.....	126,727	65,345	29,670	14,327	12,899	4,486
Amount.....	1,084,387	266,590	333,092	200,318	201,736	82,652
Self-employment retirement plans: Number.....	10,502	1,505	1,175	1,215	3,160	3,447
Amount.....	173,203	8,243	8,850	11,467	46,850	97,792
Total itemized deductions: <sup>5</sup> Number.....	401,153	150,452	89,452	66,282	72,539	22,428
Amount.....	7,569,904	2,183,776	1,454,391	1,216,585	1,619,273	1,095,881
State and local income taxes: Number.....	332,976	106,385	76,585	59,689	68,295	22,022
Amount.....	1,322,610	165,073	168,620	191,181	360,361	437,375
State and local general sales tax: Number.....	64,209	40,012	12,754	6,640	4,272	531
Amount.....	156,120	46,896	33,354	52,546	18,605	4,719
Real estate taxes: Number.....	276,841	79,481	61,894	52,563	62,720	20,183
Amount.....	351,724	61,196	52,873	55,552	101,923	80,180
Taxes paid: Number.....	401,888	149,949	89,975	66,595	72,779	22,590
Amount.....	2,299,428	716,048	262,973	305,711	488,257	526,439
Interest paid: Number.....	324,340	105,195	76,843	60,094	64,566	17,642
Amount.....	3,150,768	1,378,213	510,251	444,226	559,440	258,637
Contributions: Number.....	347,926	119,565	78,599	60,299	67,943	21,520
Amount.....	1,476,745	319,936	266,438	230,084	336,399	323,888
Taxable income: Number.....	1,346,019	896,782	216,593	114,304	93,489	24,851
Amount.....	47,305,838	11,416,812	8,957,999	7,168,145	9,461,981	10,300,900
Total tax credits: <sup>6</sup> Number.....	575,350	367,270	102,046	58,819	37,875	9,340
Amount.....	640,505	286,032	172,180	103,144	54,004	25,145
Child tax credit: Number.....	407,861	247,036	86,157	48,224	26,436	8
Amount.....	457,332	200,856	139,020	80,505	36,944	9
Child care credit: Number.....	89,525	41,450	21,473	14,255	10,832	1,515
Amount.....	44,913	20,852	10,584	7,196	5,481	799
Earned income credit: <sup>7</sup> Number.....	539,451	539,451	--	--	--	--
Amount.....	1,156,205	1,156,205	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	497,522	497,522	--	--	--	--
Amount.....	1,059,426	1,059,426	--	--	--	--
Alternative minimum tax: Number.....	18,142	539	1,344	1,772	5,777	8,710
Amount.....	56,262	1,307	1,497	2,502	11,562	39,394
Income tax: <sup>9</sup> Number.....	1,131,216	687,930	211,241	113,794	93,398	24,853
Amount.....	7,650,033	1,121,210	1,104,954	1,003,077	1,721,308	2,699,487
Total tax liability: <sup>10</sup> Number.....	1,249,132	803,836	212,915	114,030	93,487	24,864
Amount.....	8,191,996	1,339,875	1,176,568	1,057,449	1,820,767	2,797,335
Tax due at time of filing: <sup>11</sup> Number.....	280,468	155,618	48,424	28,011	35,815	12,600
Amount.....	949,512	141,284	93,375	76,897	190,074	447,881
Overpayments: <sup>12</sup> Number.....	1,509,693	1,205,852	162,924	82,550	51,523	6,844
Amount.....	3,494,266	2,471,486	437,142	271,568	215,002	99,068

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>MAINE</b>						
<b>Number of returns.....</b>	<b>618,852</b>	<b>448,486</b>	<b>87,927</b>	<b>42,051</b>	<b>31,239</b>	<b>9,149</b>
Number of joint returns.....	262,833	121,811	68,241	37,336	27,549	7,896
Number with paid preparer's signature.....	327,044	224,018	50,905	24,199	20,062	7,860
Number of exemptions.....	1,173,793	712,917	226,568	119,019	88,961	26,328
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>26,305,236</b>	<b>9,026,171</b>	<b>5,387,995</b>	<b>3,606,096</b>	<b>4,074,874</b>	<b>4,210,100</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	525,633	371,180	80,397	38,722	27,746	7,588
Amount.....	19,062,442	7,341,031	4,329,837	2,874,423	2,824,668	1,692,483
Taxable interest: Number.....	294,091	166,430	57,790	33,193	27,790	8,888
Amount.....	435,925	165,966	65,285	43,567	64,205	96,902
Ordinary dividends: Number.....	144,725	75,192	27,206	17,155	17,879	7,293
Amount.....	563,875	132,736	68,324	55,785	113,109	193,924
Business or profession net income (less loss):						
Number.....	113,196	75,450	18,365	8,824	7,763	2,794
Amount.....	1,257,175	487,467	201,179	130,090	226,686	211,753
Number of farm returns.....	4,667	3,076	744	390	318	139
Net capital gain (less loss) in AGI: Number.....	115,091	57,370	20,780	13,568	16,106	7,267
Amount.....	1,521,246	91,065	84,627	95,361	275,151	975,044
Taxable Individual Retirement Arrangements						
distributions: Number.....	45,131	29,375	7,626	3,841	3,347	942
Amount.....	420,359	164,683	79,889	57,634	81,751	36,403
Pensions and annuities in AGI: Number.....	106,903	68,741	19,368	9,640	7,348	1,806
Amount.....	1,670,582	805,737	378,568	221,234	209,897	55,146
Unemployment compensation: Number.....	38,614	30,531	5,478	1,651	849	105
Amount.....	129,084	98,318	20,053	6,540	3,639	532
Social Security benefits in AGI: Number.....	52,941	28,202	12,790	5,535	4,749	1,665
Amount.....	433,340	111,339	139,804	77,077	75,989	29,131
Self-employment retirement plans: Number.....	6,137	1,484	1,032	912	1,654	1,055
Amount.....	74,533	8,144	7,476	8,247	24,545	26,123
Total itemized deductions: <sup>5</sup> Number.....	191,102	70,394	48,815	33,917	29,252	8,724
Amount.....	3,552,429	949,671	749,429	598,919	715,877	538,532
State and local income taxes: Number.....	172,692	55,188	46,893	33,252	28,735	8,624
Amount.....	919,803	90,393	152,307	161,244	234,714	281,145
State and local general sales tax: Number.....	16,418	13,173	1,951	665	476	153
Amount.....	24,407	9,666	11,780	1,179	1,185	597
Real estate taxes: Number.....	180,215	63,581	46,773	32,909	28,376	8,576
Amount.....	527,126	144,198	114,869	93,781	109,757	64,518
Taxes paid: Number.....	191,767	70,632	49,077	34,001	29,270	8,787
Amount.....	1,585,172	293,116	299,043	273,619	363,500	355,894
Interest paid: Number.....	162,488	55,912	43,586	30,758	25,235	6,997
Amount.....	1,119,892	320,509	282,300	209,637	211,627	95,817
Contributions: Number.....	163,505	53,598	42,789	31,067	27,595	8,456
Amount.....	420,997	69,095	69,438	59,893	86,356	136,215
Taxable income: Number.....	490,831	320,891	87,636	41,981	31,183	9,140
Amount.....	17,316,454	4,464,840	3,584,269	2,561,704	3,068,122	3,637,519
Total tax credits: <sup>6</sup> Number.....	180,234	100,549	40,419	21,747	13,596	3,923
Amount.....	207,617	78,975	67,501	37,288	15,853	8,001
Child tax credit: Number.....	111,736	55,925	31,507	16,055	**8,249	**
Amount.....	142,449	52,526	51,416	26,994	**11,513	**
Child care credit: Number.....	28,083	11,263	8,358	4,730	3,185	547
Amount.....	13,648	5,236	4,192	2,429	1,518	272
Earned income credit: <sup>7</sup> Number.....	87,148	87,148	--	--	--	--
Amount.....	137,940	137,940	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	71,975	71,975	--	--	--	--
Amount.....	116,408	116,408	--	--	--	--
Alternative minimum tax: Number.....	11,657	82	251	449	4,090	6,785
Amount.....	46,299	322	330	703	7,590	37,354
Income tax: <sup>9</sup> Number.....	445,042	277,447	85,477	41,803	31,169	9,146
Amount.....	2,698,320	472,650	429,997	342,749	540,789	912,135
Total tax liability: <sup>10</sup> Number.....	478,939	310,500	86,205	41,889	31,197	9,148
Amount.....	2,926,545	574,119	469,816	368,183	578,298	936,127
Tax due at time of filing: <sup>11</sup> Number.....	116,219	66,674	21,423	10,764	12,337	5,021
Amount.....	367,961	69,833	42,236	30,534	70,852	154,507
Overpayments: <sup>12</sup> Number.....	470,704	358,133	63,798	29,713	16,585	2,475
Amount.....	846,316	503,455	151,304	90,820	69,591	31,147

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>MARYLAND</b>						
<b>Number of returns.....</b>	<b>2,635,590</b>	<b>1,627,210</b>	<b>386,718</b>	<b>246,171</b>	<b>295,868</b>	<b>79,623</b>
Number of joint returns.....	953,592	257,770	190,470	177,823	256,522	71,007
Number with paid preparer's signature.....	1,400,895	856,341	208,212	128,383	151,642	56,317
Number of exemptions.....	5,207,343	2,594,841	859,660	646,467	864,812	241,563
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>158,673,583</b>	<b>34,545,277</b>	<b>23,810,982</b>	<b>21,286,005</b>	<b>39,430,079</b>	<b>39,601,240</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	2,277,557	1,357,098	347,247	226,419	276,627	70,166
Amount.....	118,456,901	29,479,401	19,432,648	17,568,472	32,079,703	19,896,677
Taxable interest: Number.....	1,265,941	513,516	237,661	183,930	254,590	76,244
Amount.....	2,214,690	518,033	257,362	208,955	393,729	836,611
Ordinary dividends: Number.....	654,687	236,543	107,021	92,407	155,062	63,654
Amount.....	3,048,748	414,386	250,776	240,756	570,017	1,572,815
Business or profession net income (less loss):						
Number.....	400,833	207,700	61,938	45,837	62,973	22,385
Amount.....	4,817,040	972,415	466,233	462,463	1,271,952	1,643,977
Number of farm returns.....	12,669	6,044	2,014	1,462	1,973	1,176
Net capital gain (less loss) in AGI: Number.....	521,069	179,682	80,451	71,393	128,641	61,082
Amount.....	8,884,061	221,927	155,480	213,157	902,497	7,391,002
Taxable Individual Retirement Arrangements distributions: Number.....	163,394	79,065	31,089	21,242	24,711	7,287
Amount.....	1,747,236	445,489	296,130	270,035	461,655	273,927
Pensions and annuities in AGI: Number.....	486,103	242,906	89,889	60,335	74,747	18,226
Amount.....	10,201,779	3,268,309	2,122,675	1,649,564	2,398,504	762,729
Unemployment compensation: Number.....	114,380	79,895	16,458	9,319	7,781	927
Amount.....	384,578	268,568	53,820	31,413	27,149	3,628
Social Security benefits in AGI: Number.....	235,180	100,208	56,548	33,090	34,043	11,291
Amount.....	2,279,521	447,659	639,170	462,145	523,610	206,937
Self-employment retirement plans: Number.....	32,288	3,590	3,099	3,733	10,726	11,140
Amount.....	544,483	20,689	23,898	33,938	141,287	324,669
Total itemized deductions: <sup>5</sup> Number.....	1,303,185	429,293	288,977	219,894	286,841	78,180
Amount.....	30,313,661	6,418,194	5,316,815	4,794,240	8,292,443	5,491,969
State and local income taxes: Number.....	1,234,053	374,889	281,702	216,396	283,599	77,467
Amount.....	8,257,804	787,535	1,089,697	1,196,411	2,491,667	2,692,494
State and local general sales tax: Number.....	58,046	43,922	7,089	3,282	2,919	834
Amount.....	73,842	23,234	22,494	13,695	10,307	4,112
Real estate taxes: Number.....	1,095,113	298,396	246,685	200,916	273,198	75,918
Amount.....	3,163,983	620,378	563,801	531,734	952,231	495,839
Taxes paid: Number.....	1,307,482	431,572	290,194	220,289	287,017	78,410
Amount.....	11,628,607	1,468,960	1,705,783	1,759,556	3,481,089	3,213,219
Interest paid: Number.....	1,049,557	286,495	240,050	194,368	259,509	69,135
Amount.....	10,518,166	2,136,699	2,015,217	1,853,186	3,090,473	1,422,591
Contributions: Number.....	1,177,501	359,808	262,350	204,431	274,633	76,279
Amount.....	4,887,219	881,289	783,090	678,580	1,176,910	1,367,349
Taxable income: Number.....	2,187,379	1,182,320	384,406	245,563	295,538	79,552
Amount.....	108,600,975	16,934,197	15,101,101	14,274,487	28,400,416	33,890,772
Total tax credits: <sup>6</sup> Number.....	831,905	410,935	149,027	115,798	123,315	32,830
Amount.....	993,097	350,713	236,500	198,146	145,488	62,250
Child tax credit: Number.....	528,868	236,804	120,294	91,496	80,247	27
Amount.....	651,911	205,344	184,705	152,498	109,343	21
Child care credit: Number.....	177,045	70,064	31,011	26,660	41,157	8,153
Amount.....	104,053	43,330	17,713	15,439	23,158	4,414
Earned income credit: <sup>7</sup> Number.....	349,544	349,544	--	--	--	--
Amount.....	597,436	597,436	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	307,267	307,267	--	--	--	--
Amount.....	530,204	530,204	--	--	--	--
Alternative minimum tax: Number.....	102,793	766	3,280	4,786	36,830	57,131
Amount.....	359,570	2,736	3,471	6,640	61,681	285,040
Income tax: <sup>9</sup> Number.....	1,964,764	977,373	369,279	243,293	295,227	79,592
Amount.....	19,991,455	1,807,618	2,020,350	2,039,810	5,150,498	8,973,179
Total tax liability: <sup>10</sup> Number.....	2,073,014	1,079,858	373,895	244,166	295,491	79,604
Amount.....	20,964,222	2,065,717	2,135,641	2,142,320	5,370,270	9,250,274
Tax due at time of filing: <sup>11</sup> Number.....	511,919	221,372	81,340	55,363	109,755	44,089
Amount.....	2,077,966	209,719	146,425	130,638	420,544	1,170,641
Overpayments: <sup>12</sup> Number.....	2,005,326	1,329,526	295,750	183,761	173,240	23,049
Amount.....	4,617,959	2,237,967	809,531	609,057	679,283	282,120

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>MASSACHUSETTS</b>						
<b>Number of returns.....</b>	<b>3,061,220</b>	<b>1,921,952</b>	<b>440,004</b>	<b>275,614</b>	<b>315,665</b>	<b>107,985</b>
Number of joint returns.....	1,151,083	330,842	243,103	213,807	270,046	93,285
Number with paid preparer's signature.....	1,752,306	1,045,030	266,053	167,608	191,399	82,216
Number of exemptions.....	5,777,449	2,778,506	991,525	749,045	929,083	329,290
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>192,412,755</b>	<b>39,311,323</b>	<b>27,049,571</b>	<b>23,826,845</b>	<b>41,984,811</b>	<b>60,240,204</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	2,601,330	1,557,291	399,438	256,213	294,159	94,229
Amount.....	137,406,073	32,623,889	21,874,597	19,666,886	33,694,927	29,545,775
Taxable interest: Number.....	1,705,833	790,062	306,164	223,389	281,881	104,337
Amount.....	3,527,836	848,391	360,167	269,346	505,015	1,544,918
Ordinary dividends: Number.....	895,314	366,232	144,868	115,675	180,015	88,524
Amount.....	4,908,120	624,645	328,987	292,113	705,082	2,957,293
Business or profession net income (less loss):						
Number.....	468,439	239,536	74,948	52,704	70,309	30,942
Amount.....	8,312,100	1,906,814	1,045,892	915,582	1,991,523	2,452,289
Number of farm returns.....	4,427	2,214	748	463	621	381
Net capital gain (less loss) in AGI: Number.....	719,020	273,195	109,694	90,988	157,294	87,849
Amount.....	15,652,224	352,051	236,154	320,474	1,381,090	13,362,455
Taxable Individual Retirement Arrangements distributions: Number.....	226,858	130,416	38,631	23,453	25,140	9,218
Amount.....	2,493,200	752,456	425,320	360,950	585,544	368,932
Pensions and annuities in AGI: Number.....	520,944	300,668	88,708	54,612	58,310	18,646
Amount.....	8,827,840	3,501,765	1,798,967	1,260,809	1,592,913	673,385
Unemployment compensation: Number.....	241,700	148,529	43,089	24,842	21,492	3,748
Amount.....	1,235,511	683,874	242,434	143,794	138,062	27,349
Social Security benefits in AGI: Number.....	277,565	128,484	65,953	34,771	33,400	14,957
Amount.....	2,647,193	556,692	768,759	503,941	539,072	278,730
Self-employment retirement plans: Number.....	48,126	7,409	5,937	6,225	14,723	13,832
Amount.....	691,574	43,324	45,733	58,873	197,656	345,988
Total itemized deductions: <sup>5</sup> Number.....	1,256,603	369,570	266,006	221,531	295,078	104,418
Amount.....	29,050,210	5,561,846	4,506,260	4,314,983	7,636,062	7,031,058
State and local income taxes: Number.....	1,177,746	306,780	257,687	217,936	291,708	103,635
Amount.....	7,330,999	494,238	838,701	940,143	1,978,779	3,079,138
State and local general sales tax: Number.....	69,158	52,886	8,252	3,645	3,173	1,202
Amount.....	82,978	35,092	20,727	7,995	14,006	5,158
Real estate taxes: Number.....	1,138,282	304,259	243,032	208,647	281,278	101,066
Amount.....	4,533,815	884,194	733,201	719,248	1,270,005	927,166
Taxes paid: Number.....	1,260,120	370,668	267,108	222,082	295,296	104,966
Amount.....	12,384,478	1,511,974	1,658,636	1,735,887	3,376,881	4,101,100
Interest paid: Number.....	1,028,374	259,408	224,987	195,759	259,806	88,414
Amount.....	10,368,045	1,971,436	1,847,010	1,771,745	3,055,494	1,722,360
Contributions: Number.....	1,134,287	299,017	243,243	207,930	282,057	102,040
Amount.....	3,930,361	418,168	400,974	395,084	767,587	1,948,549
Taxable income: Number.....	2,526,802	1,390,733	437,949	275,021	315,233	107,866
Amount.....	140,706,265	21,235,288	18,213,203	16,731,639	31,420,469	53,105,666
Total tax credits: <sup>6</sup> Number.....	903,478	401,697	174,644	138,922	139,963	48,252
Amount.....	1,141,111	319,343	279,767	241,185	164,563	136,252
Child tax credit: Number.....	534,603	202,524	133,896	107,310	90,848	25
Amount.....	715,742	185,642	217,358	186,264	126,452	25
Child care credit: Number.....	137,267	39,309	25,934	25,476	36,693	9,855
Amount.....	68,832	19,843	12,363	12,854	18,639	5,133
Earned income credit: <sup>7</sup> Number.....	313,694	313,694	--	--	--	--
Amount.....	492,911	492,911	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	262,901	262,901	--	--	--	--
Amount.....	427,786	427,786	--	--	--	--
Alternative minimum tax: Number.....	116,120	608	1,950	3,320	39,563	70,679
Amount.....	458,767	3,068	2,328	4,694	67,464	381,215
Income tax: <sup>9</sup> Number.....	2,340,805	1,220,695	423,820	273,361	315,013	107,916
Amount.....	27,013,365	2,435,631	2,466,939	2,380,482	5,750,164	13,980,150
Total tax liability: <sup>10</sup> Number.....	2,461,190	1,334,742	429,124	274,107	315,275	107,942
Amount.....	28,392,982	2,813,205	2,659,565	2,544,746	6,052,203	14,323,263
Tax due at time of filing: <sup>11</sup> Number.....	596,134	273,127	95,455	61,201	108,145	58,206
Amount.....	2,967,320	271,583	189,708	166,849	503,498	1,835,683
Overpayments: <sup>12</sup> Number.....	2,283,469	1,526,486	330,583	204,667	190,517	31,216
Amount.....	5,182,454	2,278,548	915,024	733,986	840,048	414,847

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>MICHIGAN</b>						
<b>Number of returns.....</b>	<b>4,561,087</b>	<b>3,069,690</b>	<b>664,093</b>	<b>391,494</b>	<b>356,098</b>	<b>79,712</b>
Number of joint returns.....	1,867,064	712,146	437,100	325,816	321,023	70,979
Number with paid preparer's signature.....	2,656,436	1,748,040	401,162	231,582	213,473	62,179
Number of exemptions.....	9,177,158	5,050,907	1,677,420	1,126,841	1,077,939	244,051
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>218,691,826</b>	<b>59,002,844</b>	<b>40,943,019</b>	<b>33,746,498</b>	<b>46,216,083</b>	<b>38,783,382</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	3,880,277	2,495,807	611,601	367,221	334,752	70,896
Amount.....	164,941,092	46,645,346	33,326,267	28,128,527	37,409,773	19,431,178
Taxable interest: Number.....	2,135,835	1,093,758	393,415	278,841	294,256	75,565
Amount.....	3,885,694	1,266,026	484,421	359,304	582,633	1,193,309
Ordinary dividends: Number.....	1,121,629	523,356	196,813	150,795	187,001	63,664
Amount.....	4,692,904	824,379	400,012	330,334	641,082	2,497,097
Business or profession net income (less loss):						
Number.....	624,250	370,999	103,769	63,996	64,742	20,744
Amount.....	5,967,193	1,823,553	780,589	628,655	1,299,489	1,434,908
Number of farm returns.....	45,442	27,599	8,320	4,586	3,777	1,160
Net capital gain (less loss) in AGI: Number.....	861,207	392,191	145,556	112,264	150,253	60,943
Amount.....	8,201,700	352,377	308,078	363,603	1,102,805	6,074,838
Taxable Individual Retirement Arrangements distributions: Number.....	342,902	209,322	59,331	34,708	31,677	7,864
Amount.....	3,717,174	1,250,998	711,177	576,452	802,220	376,327
Pensions and annuities in AGI: Number.....	950,504	612,693	152,337	88,385	80,827	16,262
Amount.....	15,796,738	7,484,803	3,193,022	2,112,854	2,345,084	660,973
Unemployment compensation: Number.....	492,153	320,131	97,417	46,027	26,925	1,653
Amount.....	1,770,032	1,169,839	344,933	155,889	91,726	7,645
Social Security benefits in AGI: Number.....	427,203	224,221	97,233	50,365	42,634	12,750
Amount.....	3,996,179	972,355	1,241,945	799,721	735,508	246,650
Self-employment retirement plans: Number.....	29,332	4,875	4,024	4,029	8,991	7,413
Amount.....	391,465	25,215	27,106	33,328	119,996	185,819
Total itemized deductions: <sup>5</sup> Number.....	1,674,758	561,150	405,366	307,094	324,769	76,379
Amount.....	31,820,006	7,889,453	6,301,445	5,542,660	7,661,434	4,425,014
State and local income taxes: Number.....	1,435,403	392,488	366,020	288,614	313,198	75,083
Amount.....	5,502,907	575,646	897,779	970,337	1,595,203	1,463,942
State and local general sales tax: Number.....	216,745	147,782	37,931	18,053	11,385	1,594
Amount.....	315,484	128,045	92,297	42,829	40,965	11,348
Real estate taxes: Number.....	1,552,908	486,931	379,503	295,426	316,044	75,004
Amount.....	4,817,814	1,095,905	947,261	862,360	1,257,272	655,018
Taxes paid: Number.....	1,677,672	561,662	406,436	307,669	325,129	76,776
Amount.....	11,107,416	1,908,949	2,033,581	1,968,851	3,003,225	2,192,810
Interest paid: Number.....	1,464,317	447,280	367,942	285,786	298,237	65,072
Amount.....	12,114,799	2,839,187	2,670,205	2,307,985	2,934,867	1,362,555
Contributions: Number.....	1,483,105	443,963	363,749	287,769	312,798	74,826
Amount.....	5,273,947	859,246	872,312	811,882	1,229,963	1,500,544
Taxable income: Number.....	3,530,570	2,041,660	662,344	391,110	355,812	79,644
Amount.....	148,527,668	28,390,109	27,231,506	23,939,802	34,944,346	34,021,905
Total tax credits: <sup>6</sup> Number.....	1,369,292	678,213	302,150	204,105	152,397	32,427
Amount.....	1,708,977	545,325	510,566	362,320	195,458	95,309
Child tax credit: Number.....	900,536	391,307	241,745	160,694	106,747	43
Amount.....	1,214,482	360,979	411,603	286,602	155,251	48
Child care credit: Number.....	183,997	63,626	44,153	35,257	36,349	4,612
Amount.....	88,225	31,593	20,404	16,906	17,100	2,223
Earned income credit: <sup>7</sup> Number.....	662,912	662,912	--	--	--	--
Amount.....	1,169,292	1,169,292	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	586,327	586,327	--	--	--	--
Amount.....	1,034,497	1,034,497	--	--	--	--
Alternative minimum tax: Number.....	69,421	794	2,307	3,463	23,718	39,139
Amount.....	213,634	2,171	2,402	4,726	38,750	165,585
Income tax: <sup>9</sup> Number.....	3,191,038	1,726,967	640,132	388,781	355,499	79,659
Amount.....	25,061,955	3,013,343	3,437,690	3,319,288	6,285,637	9,005,998
Total tax liability: <sup>10</sup> Number.....	3,413,072	1,941,233	646,816	389,620	355,727	79,676
Amount.....	26,264,510	3,467,478	3,630,019	3,464,680	6,520,650	9,181,682
Tax due at time of filing: <sup>11</sup> Number.....	708,021	343,964	128,371	78,667	117,608	39,411
Amount.....	2,324,914	304,363	228,037	187,654	476,554	1,128,305
Overpayments: <sup>12</sup> Number.....	3,584,448	2,516,256	518,512	301,343	221,525	26,812
Amount.....	7,740,218	3,983,473	1,441,323	1,037,319	914,273	363,829

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>MINNESOTA</b>						
<b>Number of returns.....</b>	<b>2,407,792</b>	<b>1,560,278</b>	<b>375,156</b>	<b>220,109</b>	<b>195,189</b>	<b>57,060</b>
Number of joint returns.....	1,017,167	337,357	261,091	191,878	176,105	50,736
Number with paid preparer's signature.....	1,390,287	864,216	232,591	131,581	117,304	44,595
Number of exemptions.....	4,764,994	2,386,626	962,079	644,997	595,360	175,932
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>128,344,592</b>	<b>31,804,454</b>	<b>23,118,263</b>	<b>18,955,854</b>	<b>25,551,951</b>	<b>28,914,070</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	2,085,198	1,304,072	342,963	205,095	182,030	51,038
Amount.....	95,761,368	26,554,373	18,764,437	15,630,603	20,182,977	14,628,979
Taxable interest: Number.....	1,146,202	561,610	223,138	153,077	155,621	52,756
Amount.....	2,183,618	646,085	255,104	187,689	299,230	795,509
Ordinary dividends: Number.....	675,547	294,224	123,849	95,310	115,802	46,362
Amount.....	2,376,178	397,624	191,779	168,121	354,870	1,263,783
Business or profession net income (less loss):						
Number.....	374,617	206,967	71,538	41,904	40,065	14,143
Amount.....	3,947,708	1,147,401	637,502	480,908	864,767	817,130
Number of farm returns.....	74,467	46,407	14,419	6,875	4,967	1,799
Net capital gain (less loss) in AGI: Number.....	552,953	239,639	95,027	74,320	98,690	45,277
Amount.....	6,595,943	345,530	240,053	277,038	869,432	4,863,890
Taxable Individual Retirement Arrangements						
distributions: Number.....	184,716	110,576	33,450	19,408	16,755	4,527
Amount.....	1,882,057	674,151	360,445	284,486	379,042	183,933
Pensions and annuities in AGI: Number.....	404,049	235,289	76,343	44,375	37,830	10,212
Amount.....	6,783,886	2,632,155	1,585,669	1,099,845	1,123,177	343,042
Unemployment compensation: Number.....	158,825	101,434	33,594	15,172	7,881	744
Amount.....	631,040	379,897	145,303	66,471	35,705	3,663
Social Security benefits in AGI: Number.....	216,477	107,944	53,580	26,575	21,213	7,165
Amount.....	1,980,024	469,458	642,066	394,152	344,113	130,235
Self-employment retirement plans: Number.....	25,746	4,765	4,339	4,089	7,255	5,298
Amount.....	302,350	22,697	27,692	33,275	93,465	125,223
Total itemized deductions: <sup>5</sup> Number.....	1,002,973	329,196	245,215	186,589	186,420	55,553
Amount.....	20,478,780	4,475,138	3,873,529	3,441,126	4,678,244	4,010,743
State and local income taxes: Number.....	899,794	245,121	233,315	182,643	183,848	54,867
Amount.....	5,187,373	437,918	683,301	773,079	1,335,500	1,957,575
State and local general sales tax: Number.....	93,799	75,020	11,700	3,870	2,450	759
Amount.....	121,808	68,937	28,422	11,535	9,781	3,133
Real estate taxes: Number.....	935,042	287,303	231,705	180,252	181,600	54,182
Amount.....	2,148,925	448,542	419,171	394,161	549,670	337,380
Taxes paid: Number.....	1,003,021	328,393	245,672	186,772	186,490	55,694
Amount.....	7,665,929	1,000,372	1,175,291	1,220,706	1,945,400	2,324,160
Interest paid: Number.....	867,745	258,605	220,798	171,583	168,989	47,770
Amount.....	7,817,447	1,883,769	1,767,859	1,482,922	1,770,652	912,244
Contributions: Number.....	896,103	262,415	221,777	176,661	180,846	54,404
Amount.....	3,161,729	433,560	453,562	447,144	688,477	1,138,985
Taxable income: Number.....	1,971,406	1,125,603	373,940	219,859	195,009	56,995
Amount.....	88,517,233	16,353,287	15,127,019	13,201,559	18,959,022	24,876,347
Total tax credits: <sup>6</sup> Number.....	749,371	349,956	170,740	117,771	87,573	23,331
Amount.....	967,376	284,822	303,880	218,426	111,690	48,558
Child tax credit: Number.....	472,143	182,017	136,429	92,997	60,671	29
Amount.....	661,315	172,046	234,649	166,713	87,879	27
Child care credit: Number.....	143,171	46,150	37,889	28,642	25,460	5,030
Amount.....	62,868	20,766	16,989	12,649	10,362	2,101
Earned income credit: <sup>7</sup> Number.....	263,568	263,568	--	--	--	--
Amount.....	411,785	411,785	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	223,086	223,086	--	--	--	--
Amount.....	357,377	357,377	--	--	--	--
Alternative minimum tax: Number.....	57,474	425	798	1,395	16,282	38,574
Amount.....	219,750	1,025	1,307	2,155	28,515	186,749
Income tax: <sup>9</sup> Number.....	1,800,407	970,927	359,333	218,342	194,790	57,015
Amount.....	15,424,254	1,786,235	1,858,013	1,764,515	3,374,634	6,640,857
Total tax liability: <sup>10</sup> Number.....	1,907,423	1,072,046	364,465	218,941	194,936	57,035
Amount.....	16,250,086	2,080,483	2,008,138	1,872,882	3,529,749	6,758,834
Tax due at time of filing: <sup>11</sup> Number.....	514,556	250,486	95,755	58,556	77,868	31,891
Amount.....	1,918,045	238,760	180,758	148,740	349,994	999,793
Overpayments: <sup>12</sup> Number.....	1,766,427	1,217,842	268,806	154,756	107,963	17,060
Amount.....	3,342,211	1,653,177	631,223	440,621	407,405	209,786

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>MISSISSIPPI</b>						
<b>Number of returns.....</b>	<b>1,165,951</b>	<b>916,088</b>	<b>128,680</b>	<b>62,771</b>	<b>46,370</b>	<b>12,042</b>
Number of joint returns.....	417,546	211,541	97,850	55,578	41,961	10,616
Number with paid preparer's signature.....	737,623	575,367	81,770	39,130	30,975	10,381
Number of exemptions.....	2,489,876	1,800,141	341,729	179,886	133,210	34,910
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>41,881,066</b>	<b>17,185,423</b>	<b>7,876,800</b>	<b>5,385,291</b>	<b>5,984,088</b>	<b>5,449,466</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	1,018,670	791,721	117,426	57,720	41,810	9,993
Amount.....	32,246,230	15,021,351	6,424,455	4,321,534	4,296,712	2,182,179
Taxable interest: Number.....	325,982	176,449	63,184	39,566	35,603	11,180
Amount.....	582,527	226,024	87,069	57,499	88,276	123,658
Ordinary dividends: Number.....	151,907	72,459	28,061	20,047	22,282	9,058
Amount.....	522,986	110,423	57,200	48,488	96,304	210,569
Business or profession net income (less loss):						
Number.....	169,576	118,365	23,048	12,346	11,369	4,448
Amount.....	1,544,668	556,990	187,839	143,133	286,792	369,913
Number of farm returns.....	37,128	20,289	7,145	4,172	3,896	1,626
Net capital gain (less loss) in AGI: Number.....	124,644	58,630	21,951	15,879	19,279	8,905
Amount.....	1,386,197	113,347	63,675	67,093	203,317	938,764
Taxable Individual Retirement Arrangements						
distributions: Number.....	55,462	33,476	10,076	5,681	4,919	1,310
Amount.....	566,910	202,984	107,190	86,947	114,731	55,058
Pensions and annuities in AGI: Number.....	182,750	116,580	32,128	17,500	13,767	2,775
Amount.....	2,946,197	1,351,084	634,131	420,472	439,108	101,403
Unemployment compensation: Number.....	62,623	53,342	6,135	2,069	995	82
Amount.....	154,466	126,859	17,553	6,428	3,331	294
Social Security benefits in AGI: Number.....	90,549	49,620	20,901	9,880	7,816	2,332
Amount.....	774,007	208,016	245,607	147,668	129,459	43,259
Self-employment retirement plans: Number.....	4,937	743	551	600	1,502	1,541
Amount.....	76,230	3,861	4,139	5,673	20,450	42,108
Total itemized deductions: <sup>5</sup> Number.....	267,411	109,858	62,984	43,726	39,671	11,172
Amount.....	5,002,280	1,567,558	1,061,808	782,383	918,149	672,383
State and local income taxes: Number.....	195,362	60,525	49,951	38,140	36,042	10,704
Amount.....	688,188	67,381	104,296	123,484	186,655	206,372
State and local general sales tax: Number.....	66,940	44,708	12,689	5,460	3,562	521
Amount.....	107,922	48,191	33,600	12,673	10,221	3,237
Real estate taxes: Number.....	219,401	77,982	54,439	39,915	36,789	10,276
Amount.....	278,678	70,289	55,179	48,807	64,249	40,154
Taxes paid: Number.....	267,843	109,650	63,292	43,885	39,768	11,248
Amount.....	1,837,103	217,301	871,504	204,663	282,722	260,953
Interest paid: Number.....	213,263	77,492	53,825	38,740	34,429	8,777
Amount.....	1,440,371	440,307	326,116	262,928	277,103	133,917
Contributions: Number.....	235,536	89,990	56,614	40,569	37,575	10,788
Amount.....	1,128,127	261,263	218,265	184,538	235,685	228,376
Taxable income: Number.....	829,956	580,581	128,330	62,700	46,326	12,019
Amount.....	25,565,861	7,164,500	5,215,709	3,864,123	4,591,691	4,729,838
Total tax credits: <sup>6</sup> Number.....	367,540	254,554	60,428	31,156	17,508	3,894
Amount.....	385,296	196,363	101,782	54,150	24,210	8,790
Child tax credit: Number.....	271,365	182,564	51,181	25,262	12,351	7
Amount.....	285,546	144,674	81,979	41,938	16,944	11
Child care credit: Number.....	57,244	31,029	13,469	7,481	4,711	554
Amount.....	29,744	16,416	6,739	3,833	2,454	303
Earned income credit: <sup>7</sup> Number.....	374,257	374,257	--	--	--	--
Amount.....	797,087	797,087	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	345,281	345,281	--	--	--	--
Amount.....	735,802	735,802	--	--	--	--
Alternative minimum tax: Number.....	7,855	241	578	660	2,188	4,188
Amount.....	23,045	422	672	1,060	4,339	16,552
Income tax: <sup>9</sup> Number.....	675,030	429,212	125,079	62,440	46,277	12,022
Amount.....	3,863,974	676,266	629,113	531,117	824,079	1,203,400
Total tax liability: <sup>10</sup> Number.....	751,332	504,252	126,175	62,567	46,311	12,027
Amount.....	4,192,811	822,159	678,304	565,928	877,394	1,249,026
Tax due at time of filing: <sup>11</sup> Number.....	182,658	103,138	33,695	18,657	20,419	6,749
Amount.....	563,246	97,635	66,447	53,810	116,049	229,306
Overpayments: <sup>12</sup> Number.....	938,617	779,151	91,525	41,848	23,000	3,093
Amount.....	2,142,415	1,657,514	224,863	124,414	89,438	46,185

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>MISSOURI</b>						
<b>Number of returns.....</b>	<b>2,585,513</b>	<b>1,848,312</b>	<b>356,614</b>	<b>185,376</b>	<b>153,841</b>	<b>41,370</b>
Number of joint returns.....	1,079,722	484,011	260,435	160,758	138,177	36,341
Number with paid preparer's signature.....	1,579,446	1,113,372	225,107	112,815	95,020	33,132
Number of exemptions.....	5,172,752	3,139,141	921,504	531,432	456,569	124,106
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>114,809,184</b>	<b>36,065,962</b>	<b>21,883,467</b>	<b>15,930,106</b>	<b>19,995,307</b>	<b>20,934,341</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	2,204,468	1,531,930	324,471	171,240	141,126	35,701
Amount.....	85,445,281	30,079,888	17,716,247	12,929,615	15,232,723	9,486,807
Taxable interest: Number.....	1,094,064	594,161	205,578	129,871	125,511	38,943
Amount.....	2,144,584	826,428	284,674	193,146	277,173	563,165
Ordinary dividends: Number.....	615,804	299,264	113,254	79,444	90,089	33,753
Amount.....	2,444,804	525,391	241,043	196,367	387,557	1,094,448
Business or profession net income (less loss):						
Number.....	386,165	243,878	63,148	34,577	32,407	12,155
Amount.....	3,751,159	1,137,930	534,824	406,984	778,393	893,028
Number of farm returns.....	104,224	67,736	18,632	8,741	6,646	2,469
Net capital gain (less loss) in AGI: Number.....	489,254	237,513	85,120	60,028	73,910	32,683
Amount.....	5,063,497	350,610	241,098	247,067	676,753	3,547,967
Taxable Individual Retirement Arrangements distributions: Number.....	194,899	119,916	34,556	19,255	16,795	4,377
Amount.....	2,011,622	703,984	394,128	314,060	421,088	178,362
Pensions and annuities in AGI: Number.....	491,828	314,752	85,022	45,505	37,944	8,605
Amount.....	7,501,405	3,457,683	1,636,251	1,040,938	1,067,322	299,210
Unemployment compensation: Number.....	172,448	128,660	27,114	10,731	5,457	486
Amount.....	466,619	349,804	70,377	28,322	16,330	1,787
Social Security benefits in AGI: Number.....	235,894	125,546	55,938	26,153	21,144	7,113
Amount.....	2,046,505	534,839	655,907	381,612	341,918	132,228
Self-employment retirement plans: Number.....	18,044	2,968	2,483	2,456	5,314	4,823
Amount.....	247,321	15,101	17,743	20,367	73,209	120,900
Total itemized deductions: <sup>5</sup> Number.....	802,107	285,165	194,528	142,465	140,407	39,542
Amount.....	15,267,167	4,085,394	2,930,179	2,479,807	3,250,347	2,521,438
State and local income taxes: Number.....	681,302	190,933	178,390	136,425	136,682	38,872
Amount.....	3,139,655	268,996	464,288	508,098	834,960	1,063,313
State and local general sales tax: Number.....	114,289	86,475	16,970	6,334	3,723	787
Amount.....	175,297	92,425	45,786	20,573	12,971	3,542
Real estate taxes: Number.....	733,455	240,111	182,235	136,782	135,942	38,385
Amount.....	1,514,919	354,151	299,543	272,763	369,973	218,489
Taxes paid: Number.....	804,998	285,721	195,978	143,014	140,578	39,707
Amount.....	5,178,315	808,918	879,386	865,767	1,298,353	1,325,891
Interest paid: Number.....	677,601	216,137	173,478	130,219	125,459	32,308
Amount.....	5,125,937	1,288,336	1,154,818	959,453	1,115,344	607,985
Contributions: Number.....	687,894	217,436	169,238	129,860	132,921	38,439
Amount.....	2,595,688	448,969	428,739	378,891	556,552	782,535
Taxable income: Number.....	1,999,622	1,263,757	355,703	185,149	153,693	41,320
Amount.....	76,864,452	17,345,856	14,641,167	11,405,209	15,219,594	18,252,626
Total tax credits: <sup>6</sup> Number.....	778,980	437,339	164,552	95,197	65,173	16,719
Amount.....	912,174	348,319	280,326	167,438	80,927	35,163
Child tax credit: Number.....	516,278	263,186	133,817	74,935	44,315	25
Amount.....	657,560	238,401	224,213	130,722	64,204	21
Child care credit: Number.....	124,664	49,456	34,138	21,537	16,987	2,546
Amount.....	58,442	22,941	15,847	10,431	7,982	1,241
Earned income credit: <sup>7</sup> Number.....	443,808	443,808	--	--	--	--
Amount.....	783,730	783,730	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	391,503	391,503	--	--	--	--
Amount.....	703,310	703,310	--	--	--	--
Alternative minimum tax: Number.....	34,641	451	887	1,310	9,852	22,141
Amount.....	130,348	1,743	1,473	1,955	18,342	106,833
Income tax: <sup>9</sup> Number.....	1,781,352	1,056,582	345,627	184,247	153,567	41,329
Amount.....	12,640,122	1,802,321	1,793,055	1,560,577	2,729,707	4,754,463
Total tax liability: <sup>10</sup> Number.....	1,914,957	1,186,454	348,867	184,621	153,677	41,338
Amount.....	13,439,632	2,111,049	1,923,445	1,652,573	2,873,047	4,879,516
Tax due at time of filing: <sup>11</sup> Number.....	461,834	246,073	85,097	47,708	60,331	22,625
Amount.....	1,593,110	226,553	160,784	128,412	295,897	781,464
Overpayments: <sup>12</sup> Number.....	1,985,434	1,495,136	261,318	131,620	85,299	12,061
Amount.....	3,997,483	2,418,526	659,418	407,336	340,726	171,476

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>MONTANA</b>						
<b>Number of returns.....</b>	<b>439,714</b>	<b>336,233</b>	<b>55,521</b>	<b>25,034</b>	<b>17,371</b>	<b>5,555</b>
Number of joint returns.....	187,688	100,279	44,775	22,403	15,439	4,792
Number with paid preparer's signature.....	273,052	200,394	37,473	16,944	13,164	5,077
Number of exemptions.....	851,654	564,617	149,902	72,059	49,463	15,613
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>16,494,555</b>	<b>5,997,680</b>	<b>3,397,466</b>	<b>2,140,003</b>	<b>2,269,484</b>	<b>2,689,921</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	359,333	268,754	49,198	22,282	14,738	4,361
Amount.....	11,107,761	4,870,045	2,566,574	1,572,574	1,340,274	758,293
Taxable interest: Number.....	210,116	133,109	37,311	19,356	15,017	5,323
Amount.....	430,053	176,261	63,171	40,017	58,666	91,937
Ordinary dividends: Number.....	112,927	67,516	19,404	11,325	10,321	4,361
Amount.....	391,272	119,624	43,519	32,836	58,512	136,781
Business or profession net income (less loss):						
Number.....	81,282	55,684	12,865	5,960	4,823	1,950
Amount.....	734,042	268,882	111,855	77,852	133,902	141,552
Number of farm returns.....	21,083	14,793	3,123	1,403	1,213	551
Net capital gain (less loss) in AGI: Number.....	103,434	61,057	17,376	10,371	10,069	4,561
Amount.....	1,321,672	135,881	81,856	82,890	198,178	822,867
Taxable Individual Retirement Arrangements distributions: Number.....	31,516	20,841	5,400	2,660	2,069	546
Amount.....	293,333	117,163	57,635	42,808	51,825	23,903
Pensions and annuities in AGI: Number.....	79,412	54,057	13,552	6,215	4,450	1,138
Amount.....	1,208,237	620,530	275,304	147,684	131,686	33,033
Unemployment compensation: Number.....	29,896	23,979	4,218	1,198	456	45
Amount.....	81,002	62,372	12,769	3,831	1,830	201
Social Security benefits in AGI: Number.....	39,018	21,637	9,078	3,964	3,167	1,172
Amount.....	319,419	89,872	105,588	56,615	48,505	18,838
Self-employment retirement plans: Number.....	3,887	946	661	597	1,007	676
Amount.....	50,490	5,089	4,818	5,599	16,222	18,762
Total itemized deductions: <sup>5</sup> Number.....	134,018	61,713	32,119	19,307	15,681	5,198
Amount.....	2,362,714	810,695	492,736	343,534	378,015	337,734
State and local income taxes: Number.....	122,026	50,957	31,474	19,010	15,434	5,151
Amount.....	515,022	51,955	88,388	80,434	117,161	177,084
State and local general sales tax: Number.....	1,340	751	276	140	130	43
Amount.....	2,271	907	515	343	354	152
Real estate taxes: Number.....	120,645	52,101	30,106	18,500	14,978	4,960
Amount.....	242,766	85,538	54,280	38,666	40,737	23,544
Taxes paid: Number.....	133,424	60,844	32,271	19,365	15,700	5,244
Amount.....	803,223	152,213	154,020	127,413	165,486	204,091
Interest paid: Number.....	105,551	43,514	27,801	17,178	13,042	4,016
Amount.....	765,998	264,242	190,401	125,853	119,415	66,088
Contributions: Number.....	111,800	46,322	28,032	17,666	14,779	5,001
Amount.....	348,775	76,955	58,922	46,852	61,418	104,629
Taxable income: Number.....	322,617	219,390	55,357	24,989	17,336	5,545
Amount.....	10,587,127	2,789,477	2,223,147	1,519,702	1,724,778	2,330,024
Total tax credits: <sup>6</sup> Number.....	121,327	72,460	26,837	12,868	7,070	2,092
Amount.....	136,021	54,580	44,984	21,649	8,765	6,043
Child tax credit: Number.....	74,204	40,099	20,590	9,256	**4,259	**
Amount.....	94,501	36,673	35,213	16,264	**6,351	**
Child care credit: Number.....	17,083	7,840	5,331	2,418	1,257	237
Amount.....	6,722	3,058	2,087	971	496	108
Earned income credit: <sup>7</sup> Number.....	74,621	74,621	--	--	--	--
Amount.....	123,019	123,019	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	63,554	63,554	--	--	--	--
Amount.....	106,352	106,352	--	--	--	--
Alternative minimum tax: Number.....	6,070	545	163	264	1,646	3,452
Amount.....	24,903	446	174	388	3,735	20,160
Income tax: <sup>9</sup> Number.....	286,667	185,554	53,415	24,829	17,316	5,553
Amount.....	1,627,735	281,755	258,464	201,504	301,748	584,265
Total tax liability: <sup>10</sup> Number.....	316,340	214,421	54,123	24,902	17,340	5,554
Amount.....	1,785,483	354,220	285,250	218,741	326,398	600,874
Tax due at time of filing: <sup>11</sup> Number.....	91,372	55,532	17,161	8,331	7,755	2,593
Amount.....	224,903	53,805	34,752	25,025	47,145	64,174
Overpayments: <sup>12</sup> Number.....	311,590	251,695	35,833	15,173	7,445	1,444
Amount.....	541,818	358,181	82,639	44,049	32,653	24,296

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>NEBRASKA</b>						
<b>Number of returns.....</b>	<b>808,780</b>	<b>576,437</b>	<b>115,732</b>	<b>59,597</b>	<b>45,018</b>	<b>11,996</b>
Number of joint returns.....	353,883	156,183	91,906	53,673	41,368	10,753
Number with paid preparer's signature.....	492,309	342,741	73,857	36,709	28,891	10,111
Number of exemptions.....	1,637,451	960,796	321,231	180,188	138,621	36,615
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>35,716,792</b>	<b>11,105,303</b>	<b>7,105,623</b>	<b>5,113,177</b>	<b>5,817,065</b>	<b>6,575,621</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	697,866	483,416	106,720	55,669	41,512	10,549
Amount.....	26,551,478	9,616,316	5,811,528	4,179,405	4,338,639	2,605,591
Taxable interest: Number.....	384,618	219,022	71,988	44,044	38,090	11,474
Amount.....	792,365	296,521	98,052	65,789	93,742	238,261
Ordinary dividends: Number.....	209,837	107,580	39,062	26,791	26,620	9,784
Amount.....	663,579	146,499	62,837	52,510	99,902	301,829
Business or profession net income (less loss):						
Number.....	123,618	75,697	22,730	11,706	10,017	3,468
Amount.....	999,094	320,872	167,489	110,958	201,922	197,852
Number of farm returns.....	48,603	33,926	7,753	3,476	2,503	945
Net capital gain (less loss) in AGI: Number.....	183,799	95,644	32,412	22,361	23,737	9,645
Amount.....	1,917,412	172,492	94,511	88,894	223,142	1,338,374
Taxable Individual Retirement Arrangements						
distributions: Number.....	65,645	42,809	11,035	5,797	4,689	1,315
Amount.....	571,557	230,147	108,729	76,875	102,226	53,580
Pensions and annuities in AGI: Number.....	129,300	80,916	23,288	12,648	10,190	2,258
Amount.....	1,736,859	771,912	378,004	251,689	263,214	72,037
Unemployment compensation: Number.....	40,582	32,383	5,455	1,826	850	68
Amount.....	102,411	79,813	14,589	5,141	2,623	246
Social Security benefits in AGI: Number.....	71,775	39,219	16,705	7,747	6,034	2,070
Amount.....	637,614	170,121	204,070	119,310	103,936	40,176
Self-employment retirement plans: Number.....	6,207	1,267	1,077	965	1,741	1,157
Amount.....	71,426	6,144	6,554	8,176	22,900	27,653
Total itemized deductions: <sup>5</sup> Number.....	246,259	85,983	60,778	46,569	41,453	11,476
Amount.....	4,785,053	1,226,027	924,809	820,039	996,433	817,747
State and local income taxes: Number.....	209,555	57,233	55,831	44,796	40,419	11,276
Amount.....	993,543	68,213	145,779	174,184	272,148	333,219
State and local general sales tax: Number.....	33,713	25,768	4,947	1,781	982	235
Amount.....	43,194	22,440	9,780	6,878	3,020	1,076
Real estate taxes: Number.....	222,006	70,008	56,868	44,567	39,680	10,883
Amount.....	651,377	153,133	141,129	128,461	150,323	78,330
Taxes paid: Number.....	245,899	85,315	60,954	46,651	41,457	11,522
Amount.....	1,792,744	264,776	319,883	332,428	450,108	425,549
Interest paid: Number.....	198,378	58,239	53,096	41,861	36,095	9,087
Amount.....	1,386,098	318,469	335,143	284,956	296,152	151,378
Contributions: Number.....	218,559	67,835	55,149	44,159	40,131	11,285
Amount.....	848,790	127,085	125,154	121,760	176,420	298,372
Taxable income: Number.....	636,729	404,837	115,390	59,541	44,979	11,982
Amount.....	23,889,927	5,531,177	4,677,002	3,612,188	4,360,390	5,709,170
Total tax credits: <sup>6</sup> Number.....	262,425	144,890	59,515	33,120	20,181	4,719
Amount.....	316,726	114,231	106,568	61,390	26,121	8,416
Child tax credit: Number.....	165,085	77,910	47,341	25,832	13,988	14
Amount.....	225,980	73,721	83,465	47,558	21,223	12
Child care credit: Number.....	52,408	21,430	15,659	8,787	5,734	798
Amount.....	23,857	9,637	7,384	4,065	2,439	332
Earned income credit: <sup>7</sup> Number.....	111,738	111,738	--	--	--	--
Amount.....	188,932	188,932	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	96,745	96,745	--	--	--	--
Amount.....	167,876	167,876	--	--	--	--
Alternative minimum tax: Number.....	13,263	147	233	449	4,436	7,998
Amount.....	47,346	1,049	358	633	7,383	37,923
Income tax: <sup>9</sup> Number.....	565,621	338,558	110,923	59,224	44,931	11,985
Amount.....	3,822,807	568,248	541,231	475,273	768,080	1,469,975
Total tax liability: <sup>10</sup> Number.....	608,560	379,795	112,467	59,348	44,962	11,988
Amount.....	4,078,880	675,601	589,138	506,576	810,100	1,497,464
Tax due at time of filing: <sup>11</sup> Number.....	155,027	84,553	29,701	15,846	18,128	6,799
Amount.....	586,723	84,456	63,915	49,386	100,635	288,332
Overpayments: <sup>12</sup> Number.....	604,756	453,196	82,366	41,645	24,223	3,326
Amount.....	1,145,089	682,790	196,766	124,245	94,257	47,030

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>NEVADA</b>						
<b>Number of returns.....</b>	<b>1,092,600</b>	<b>752,627</b>	<b>158,110</b>	<b>81,314</b>	<b>74,741</b>	<b>25,808</b>
Number of joint returns.....	406,916	164,385	97,258	63,893	61,636	19,744
Number with paid preparer's signature.....	629,963	420,389	92,537	47,806	47,908	21,323
Number of exemptions.....	2,196,495	1,323,989	387,639	216,599	202,169	66,099
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>63,026,034</b>	<b>15,201,902</b>	<b>9,679,461</b>	<b>6,998,426</b>	<b>9,785,197</b>	<b>21,361,050</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	943,948	642,581	142,174	73,399	65,891	19,903
Amount.....	39,881,125	14,105,411	7,781,112	5,483,145	6,885,796	5,625,659
Taxable interest: Number.....	372,658	174,310	71,998	48,026	54,875	23,449
Amount.....	1,732,651	328,807	114,602	90,553	192,179	1,006,510
Ordinary dividends: Number.....	186,317	80,461	32,932	23,899	31,337	17,688
Amount.....	1,264,363	160,183	75,806	62,648	137,404	828,323
Business or profession net income (less loss):						
Number.....	144,397	83,306	23,101	14,225	16,257	7,508
Amount.....	1,946,965	382,593	224,364	189,206	416,928	733,875
Number of farm returns.....	3,899	1,764	698	439	549	449
Net capital gain (less loss) in AGI: Number.....	175,685	73,581	29,535	21,516	31,381	19,672
Amount.....	9,553,332	262,592	109,094	143,326	567,718	8,470,602
Taxable Individual Retirement Arrangements distributions: Number.....	61,401	32,122	11,929	7,188	7,497	2,665
Amount.....	847,403	221,274	144,619	125,516	209,051	146,942
Pensions and annuities in AGI: Number.....	193,125	104,683	37,960	22,582	21,813	6,087
Amount.....	3,720,929	1,312,994	826,246	592,471	731,622	257,598
Unemployment compensation: Number.....	70,159	49,890	11,890	5,020	2,970	389
Amount.....	233,854	166,562	38,292	16,619	10,494	1,887
Social Security benefits in AGI: Number.....	102,445	46,517	25,054	13,218	12,117	5,539
Amount.....	928,801	203,486	281,846	177,860	176,740	88,869
Self-employment retirement plans: Number.....	6,635	1,179	896	832	1,913	1,815
Amount.....	111,366	8,113	7,598	8,771	30,324	56,560
Total itemized deductions: <sup>5</sup> Number.....	404,688	161,424	96,459	61,524	63,843	21,438
Amount.....	9,718,141	2,660,730	1,731,496	1,300,492	1,753,324	2,272,099
State and local income taxes: Number.....	38,687	12,281	8,230	5,723	7,606	4,847
Amount.....	301,759	26,545	17,563	16,600	39,322	201,729
State and local general sales tax: Number.....	327,532	125,858	79,748	52,104	53,589	16,233
Amount.....	505,861	116,403	117,465	95,592	119,780	56,621
Real estate taxes: Number.....	360,084	132,444	87,699	57,893	61,230	20,818
Amount.....	824,557	218,277	153,630	118,632	169,848	164,169
Taxes paid: Number.....	401,643	158,774	95,993	61,359	63,803	21,714
Amount.....	1,821,578	410,962	327,900	261,132	366,920	454,664
Interest paid: Number.....	357,271	132,403	87,824	57,584	59,999	19,461
Amount.....	4,216,349	1,233,917	874,679	641,723	800,548	665,482
Contributions: Number.....	346,729	125,773	84,985	56,232	59,537	20,202
Amount.....	1,500,641	193,249	178,261	147,895	223,137	758,100
Taxable income: Number.....	891,715	553,262	157,194	81,074	74,498	25,687
Amount.....	45,659,575	7,810,851	6,247,370	4,859,950	7,319,465	19,421,938
Total tax credits: <sup>6</sup> Number.....	326,509	192,783	64,735	35,590	25,835	7,566
Amount.....	411,820	157,583	110,388	62,189	34,468	47,193
Child tax credit: Number.....	230,250	127,477	55,288	29,402	18,072	11
Amount.....	283,066	113,128	93,342	51,074	25,511	13
Child care credit: Number.....	51,566	22,381	12,455	8,317	7,301	1,112
Amount.....	28,548	12,446	6,786	4,588	4,067	659
Earned income credit: <sup>7</sup> Number.....	163,974	163,974	--	--	--	--
Amount.....	276,192	276,192	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	144,590	144,590	--	--	--	--
Amount.....	251,169	251,169	--	--	--	--
Alternative minimum tax: Number.....	13,525	322	671	946	4,146	7,440
Amount.....	68,883	1,718	1,041	1,518	9,803	54,805
Income tax: <sup>9</sup> Number.....	783,790	452,905	150,355	80,403	74,420	25,707
Amount.....	8,486,140	829,961	805,141	693,479	1,328,243	4,829,318
Total tax liability: <sup>10</sup> Number.....	826,175	493,079	152,153	80,678	74,529	25,736
Amount.....	8,830,041	938,869	855,137	733,309	1,397,362	4,905,364
Tax due at time of filing: <sup>11</sup> Number.....	205,156	100,928	38,051	22,359	29,571	14,247
Amount.....	1,368,383	104,666	79,877	68,135	179,381	936,323
Overpayments: <sup>12</sup> Number.....	833,593	613,999	115,971	56,215	40,802	6,606
Amount.....	1,915,608	1,080,437	311,203	184,161	178,394	161,414

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>NEW HAMPSHIRE</b>						
<b>Number of returns.....</b>	<b>643,076</b>	<b>410,731</b>	<b>97,923</b>	<b>60,279</b>	<b>58,665</b>	<b>15,478</b>
Number of joint returns.....	270,897	85,463	68,367	51,522	52,148	13,397
Number with paid preparer's signature.....	324,128	194,520	53,121	32,031	32,518	11,938
Number of exemptions.....	1,229,590	593,728	244,209	171,249	175,314	45,090
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>35,040,580</b>	<b>8,342,446</b>	<b>6,037,062</b>	<b>5,200,118</b>	<b>7,705,893</b>	<b>7,755,062</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	554,841	342,225	89,489	56,055	53,976	13,096
Amount.....	26,127,342	6,966,162	4,917,675	4,300,884	6,072,416	3,870,206
Taxable interest: Number.....	316,627	147,512	60,146	44,388	49,852	14,729
Amount.....	561,904	154,303	67,178	53,086	93,923	193,414
Ordinary dividends: Number.....	177,159	75,880	31,512	24,941	32,537	12,289
Amount.....	780,616	134,606	71,927	64,639	138,756	370,689
Business or profession net income (less loss):						
Number.....	105,028	57,206	18,900	11,777	12,774	4,371
Amount.....	1,804,339	452,185	269,830	216,289	402,333	463,703
Number of farm returns.....	2,102	1,061	361	271	259	150
Net capital gain (less loss) in AGI: Number.....	142,207	57,426	23,976	19,653	28,844	12,308
Amount.....	2,514,466	71,713	65,965	88,906	326,707	1,961,175
Taxable Individual Retirement Arrangements distributions: Number.....	46,825	26,517	8,370	5,336	5,060	1,542
Amount.....	522,881	159,172	93,672	82,478	125,257	62,301
Pensions and annuities in AGI: Number.....	106,957	59,959	19,751	12,300	11,766	3,181
Amount.....	1,759,516	672,136	372,346	271,266	326,450	117,318
Unemployment compensation: Number.....	35,908	21,872	7,248	3,856	2,667	265
Amount.....	136,663	73,538	30,093	17,852	13,541	1,639
Social Security benefits in AGI: Number.....	58,014	27,360	14,105	7,309	6,551	2,689
Amount.....	549,764	119,301	167,290	108,893	105,990	48,290
Self-employment retirement plans: Number.....	8,644	1,683	1,435	1,283	2,613	1,630
Amount.....	113,712	10,443	10,768	12,398	36,162	43,942
Total itemized deductions: <sup>5</sup> Number.....	229,100	70,602	52,323	43,158	50,077	12,940
Amount.....	4,457,266	1,072,683	844,126	785,504	1,132,576	622,380
State and local income taxes: Number.....	97,155	20,594	20,797	20,166	26,746	8,852
Amount.....	359,700	20,836	44,169	57,304	112,472	124,919
State and local general sales tax: Number.....	3,385	1,285	704	535	690	171
Amount.....	3,027	475	623	596	952	381
Real estate taxes: Number.....	217,404	63,356	50,090	41,996	49,091	12,871
Amount.....	1,118,001	251,012	216,352	206,758	303,472	140,408
Taxes paid: Number.....	227,254	68,593	52,207	43,200	50,121	13,133
Amount.....	1,578,266	291,324	280,612	284,750	444,790	276,790
Interest paid: Number.....	201,037	55,830	47,582	40,257	46,243	11,125
Amount.....	1,807,028	402,574	386,628	356,404	471,095	190,325
Contributions: Number.....	196,917	52,806	45,287	39,122	47,016	12,686
Amount.....	547,484	65,599	70,660	71,264	131,370	208,591
Taxable income: Number.....	529,671	297,851	97,565	60,180	58,604	15,471
Amount.....	25,209,338	4,432,717	4,043,349	3,725,855	5,955,658	7,051,758
Total tax credits: <sup>6</sup> Number.....	194,959	85,927	44,543	31,990	26,196	6,303
Amount.....	248,918	70,865	74,778	56,423	32,390	14,462
Child tax credit: Number.....	124,916	46,823	35,331	25,038	17,719	5
Amount.....	171,381	45,161	58,078	43,132	25,004	5
Child care credit: Number.....	30,524	8,983	7,860	6,468	6,292	921
Amount.....	15,325	4,467	3,889	3,344	3,149	475
Earned income credit: <sup>7</sup> Number.....	63,343	63,343	--	--	--	--
Amount.....	97,273	97,273	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	51,888	51,888	--	--	--	--
Amount.....	81,965	81,965	--	--	--	--
Alternative minimum tax: Number.....	11,196	119	275	489	4,232	6,081
Amount.....	40,973	478	377	825	7,667	31,626
Income tax: <sup>9</sup> Number.....	491,117	262,715	94,485	59,870	58,577	15,470
Amount.....	4,377,019	493,645	506,635	513,342	1,076,916	1,786,482
Total tax liability: <sup>10</sup> Number.....	517,677	287,962	95,640	60,002	58,601	15,472
Amount.....	4,669,828	587,878	558,552	553,499	1,139,782	1,830,117
Tax due at time of filing: <sup>11</sup> Number.....	118,116	53,548	20,836	13,850	21,307	8,575
Amount.....	560,331	60,379	43,692	39,510	104,938	311,813
Overpayments: <sup>12</sup> Number.....	489,969	333,160	73,830	44,243	34,178	4,558
Amount.....	1,037,042	482,016	200,660	150,180	140,657	63,529

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>NEW JERSEY</b>						
<b>Number of returns.....</b>	<b>4,107,118</b>	<b>2,520,415</b>	<b>568,412</b>	<b>378,146</b>	<b>477,759</b>	<b>162,386</b>
Number of joint returns.....	1,572,315	449,852	289,994	278,221	410,083	144,165
Number with paid preparer's signature.....	2,629,670	1,572,803	370,405	247,898	314,016	124,548
Number of exemptions.....	8,224,084	3,982,919	1,278,690	1,018,597	1,429,083	514,795
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>264,917,675</b>	<b>50,131,075</b>	<b>35,034,706</b>	<b>32,743,327</b>	<b>64,043,283</b>	<b>82,965,282</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	3,466,234	2,012,638	509,863	348,750	448,387	146,596
Amount.....	199,028,895	41,959,328	28,282,160	26,930,031	52,677,627	49,179,748
Taxable interest: Number.....	2,131,948	937,452	359,079	281,243	401,550	152,624
Amount.....	4,572,265	1,156,378	514,719	416,268	754,273	1,730,628
Ordinary dividends: Number.....	1,279,345	499,765	195,858	168,743	281,434	133,545
Amount.....	5,312,350	896,232	468,121	425,037	936,115	2,586,846
Business or profession net income (less loss):						
Number.....	550,952	282,441	77,561	60,621	91,710	38,619
Amount.....	9,598,199	2,133,042	957,185	882,834	2,260,153	3,364,984
Number of farm returns.....	9,347	3,447	1,488	1,282	1,877	1,253
Net capital gain (less loss) in AGI: Number.....	1,007,500	372,700	146,385	128,498	232,403	127,514
Amount.....	14,729,730	247,645	222,221	303,414	1,370,356	12,586,096
Taxable Individual Retirement Arrangements						
distributions: Number.....	294,449	157,503	50,805	34,230	39,082	12,829
Amount.....	3,446,911	925,570	565,577	518,185	887,866	549,709
Pensions and annuities in AGI: Number.....	717,598	384,433	121,934	83,534	99,309	28,388
Amount.....	12,509,599	4,278,032	2,460,763	1,966,995	2,777,528	1,026,281
Unemployment compensation: Number.....	367,499	232,852	55,897	36,443	35,847	6,460
Amount.....	1,799,808	1,058,937	299,650	195,241	203,543	42,436
Social Security benefits in AGI: Number.....	409,346	179,139	96,169	57,385	56,881	19,772
Amount.....	4,434,393	862,245	1,252,785	931,303	1,002,781	385,279
Self-employment retirement plans: Number.....	49,658	5,394	4,969	5,679	16,200	17,416
Amount.....	846,413	34,441	40,672	55,792	230,732	484,774
Total itemized deductions: <sup>5</sup> Number.....	1,843,739	558,639	368,021	309,392	448,850	158,837
Amount.....	45,118,928	8,767,206	6,647,142	6,403,240	12,227,951	11,073,390
State and local income taxes: Number.....	1,537,467	350,161	317,245	282,719	431,317	156,025
Amount.....	9,800,287	402,166	643,292	849,764	2,476,893	5,428,172
State and local general sales tax: Number.....	281,998	184,988	50,075	26,609	17,288	3,038
Amount.....	353,435	144,716	79,079	55,258	57,975	16,407
Real estate taxes: Number.....	1,632,331	442,994	323,270	286,627	426,295	153,145
Amount.....	10,347,085	2,086,493	1,623,040	1,627,785	3,053,529	1,956,240
Taxes paid: Number.....	1,850,016	561,222	369,705	310,373	449,466	159,250
Amount.....	21,125,010	2,725,682	2,401,137	2,580,679	5,672,724	7,744,788
Interest paid: Number.....	1,433,783	349,120	291,145	264,075	392,746	136,697
Amount.....	13,915,866	2,457,552	2,458,549	2,293,593	4,143,028	2,563,143
Contributions: Number.....	1,683,844	461,024	342,014	293,747	432,317	154,742
Amount.....	5,533,705	778,496	737,072	721,549	1,389,641	1,906,948
Taxable income: Number.....	3,321,729	1,739,543	565,366	377,361	477,243	162,216
Amount.....	189,455,906	25,205,203	23,076,608	22,607,636	47,187,693	71,378,766
Total tax credits: <sup>6</sup> Number.....	1,244,484	576,756	221,612	184,491	200,317	61,308
Amount.....	1,588,810	498,776	358,514	320,534	238,413	172,573
Child tax credit: Number.....	779,456	322,458	175,241	145,976	135,729	52
Amount.....	983,438	278,527	273,988	246,449	184,413	61
Child care credit: Number.....	222,158	78,897	36,767	34,596	57,381	14,517
Amount.....	129,321	48,819	20,366	19,389	32,605	8,142
Earned income credit: <sup>7</sup> Number.....	496,813	496,813	--	--	--	--
Amount.....	857,954	857,954	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	429,846	429,846	--	--	--	--
Amount.....	751,703	751,703	--	--	--	--
Alternative minimum tax: Number.....	227,857	1,053	4,643	9,517	94,266	118,378
Amount.....	842,462	3,533	5,232	12,080	161,702	659,914
Income tax: <sup>9</sup> Number.....	3,015,128	1,456,740	544,726	374,450	476,902	162,310
Amount.....	37,548,011	2,733,798	3,128,690	3,253,294	8,737,093	19,695,137
Total tax liability: <sup>10</sup> Number.....	3,187,789	1,620,690	551,756	375,740	477,267	162,336
Amount.....	39,188,250	3,172,135	3,326,417	3,429,461	9,111,457	20,148,781
Tax due at time of filing: <sup>11</sup> Number.....	756,072	331,105	111,822	77,550	148,646	86,949
Amount.....	3,532,623	307,805	219,542	202,597	642,717	2,159,962
Overpayments: <sup>12</sup> Number.....	3,087,196	2,007,148	437,433	286,508	305,010	51,097
Amount.....	7,723,798	3,377,452	1,285,264	1,069,538	1,362,250	629,296

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>NEW MEXICO</b>						
<b>Number of returns.....</b>	<b>827,182</b>	<b>624,806</b>	<b>97,327</b>	<b>49,506</b>	<b>44,981</b>	<b>10,562</b>
Number of joint returns.....	311,299	156,246	66,442	40,801	38,933	8,877
Number with paid preparer's signature.....	459,605	350,092	51,556	25,288	24,329	8,340
Number of exemptions.....	1,689,038	1,155,064	247,014	135,098	124,004	27,858
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>32,478,327</b>	<b>11,608,616</b>	<b>5,961,288</b>	<b>4,254,419</b>	<b>5,876,004</b>	<b>4,778,001</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	699,896	521,352	85,786	44,217	39,967	8,574
Amount.....	23,835,650	9,911,951	4,653,397	3,279,157	4,173,745	1,817,400
Taxable interest: Number.....	286,760	153,569	52,075	33,864	37,257	9,995
Amount.....	575,894	195,395	80,224	57,454	99,714	143,107
Ordinary dividends: Number.....	147,298	70,662	26,212	18,551	23,817	8,056
Amount.....	575,765	121,788	60,069	49,241	107,032	237,634
Business or profession net income (less loss):						
Number.....	124,863	83,861	17,051	9,860	10,712	3,379
Amount.....	1,081,173	363,440	145,459	114,367	237,838	220,070
Number of farm returns.....	14,527	9,119	2,254	1,338	1,322	494
Net capital gain (less loss) in AGI: Number.....	125,376	59,704	21,327	15,347	20,942	8,056
Amount.....	1,503,425	90,787	65,598	76,773	242,143	1,028,125
Taxable Individual Retirement Arrangements distributions: Number.....	45,969	25,973	8,679	5,065	5,019	1,233
Amount.....	489,661	156,402	92,778	74,522	115,503	50,457
Pensions and annuities in AGI: Number.....	148,846	90,255	26,655	14,904	14,352	2,680
Amount.....	2,821,286	1,169,937	613,208	415,364	506,182	116,594
Unemployment compensation: Number.....	35,388	29,471	3,661	1,314	869	73
Amount.....	117,718	96,621	12,581	4,786	3,410	318
Social Security benefits in AGI: Number.....	68,168	33,317	16,556	8,362	7,679	2,254
Amount.....	606,108	139,399	189,970	119,474	118,490	38,774
Self-employment retirement plans: Number.....	5,282	1,212	743	763	1,597	967
Amount.....	69,556	6,242	6,036	7,833	23,590	25,856
Total itemized deductions: <sup>5</sup> Number.....	221,119	85,814	50,078	35,558	39,730	9,939
Amount.....	4,100,897	1,156,881	778,684	645,467	926,397	593,467
State and local income taxes: Number.....	176,612	52,146	43,489	33,262	38,103	9,612
Amount.....	799,824	65,253	108,841	122,999	247,319	255,412
State and local general sales tax: Number.....	40,251	29,706	6,380	2,245	1,554	366
Amount.....	58,553	30,815	12,804	6,238	6,042	2,654
Real estate taxes: Number.....	194,659	69,855	44,881	32,956	37,536	9,431
Amount.....	294,682	81,135	56,997	49,084	73,561	33,905
Taxes paid: Number.....	221,158	85,437	50,263	35,670	39,788	10,000
Amount.....	1,174,366	184,405	183,284	181,708	331,139	293,830
Interest paid: Number.....	189,018	69,094	44,668	32,161	35,045	8,050
Amount.....	1,603,816	484,415	344,540	273,052	354,489	147,319
Contributions: Number.....	182,596	62,163	42,482	31,847	36,679	9,425
Amount.....	597,754	107,063	100,596	93,717	153,490	142,888
Taxable income: Number.....	606,840	404,875	97,041	49,433	44,940	10,551
Amount.....	20,977,607	5,244,436	3,999,356	3,069,252	4,518,130	4,146,432
Total tax credits: <sup>6</sup> Number.....	242,538	155,667	43,181	22,946	16,821	3,923
Amount.....	256,089	117,459	70,838	37,653	19,745	10,393
Child tax credit: Number.....	165,735	102,713	35,029	17,714	**10,279	**
Amount.....	192,194	87,943	59,425	30,376	**14,449	**
Child care credit: Number.....	28,252	13,317	6,762	4,067	3,591	515
Amount.....	13,053	5,886	3,196	1,993	1,718	262
Earned income credit: <sup>7</sup> Number.....	199,552	199,552	--	--	--	--
Amount.....	364,436	364,436	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	179,780	179,780	--	--	--	--
Amount.....	330,763	330,763	--	--	--	--
Alternative minimum tax: Number.....	8,796	163	384	482	2,454	5,313
Amount.....	33,017	329	506	655	4,943	26,583
Income tax: <sup>9</sup> Number.....	521,483	322,519	94,302	49,214	44,896	10,552
Amount.....	3,324,911	529,695	504,521	436,199	822,276	1,032,221
Total tax liability: <sup>10</sup> Number.....	570,176	370,314	95,069	49,309	44,929	10,555
Amount.....	3,549,872	625,989	539,576	461,505	863,951	1,058,851
Tax due at time of filing: <sup>11</sup> Number.....	145,688	78,927	26,545	15,034	19,364	5,818
Amount.....	447,876	70,882	50,986	40,194	96,582	189,233
Overpayments: <sup>12</sup> Number.....	638,158	512,810	67,613	32,385	22,573	2,777
Amount.....	1,259,407	888,183	159,866	92,934	85,949	32,476

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>NEW YORK</b>						
<b>Number of returns.....</b>	<b>8,625,432</b>	<b>5,874,187</b>	<b>1,145,447</b>	<b>650,778</b>	<b>699,098</b>	<b>255,922</b>
Number of joint returns.....	2,917,853	1,136,859	572,150	452,801	551,853	204,190
Number with paid preparer's signature.....	5,677,389	3,754,034	769,707	447,549	496,368	209,731
Number of exemptions.....	16,800,453	9,843,794	2,573,927	1,699,765	1,954,626	728,341
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>509,011,440</b>	<b>112,168,243</b>	<b>70,307,230</b>	<b>56,129,478</b>	<b>92,800,846</b>	<b>177,605,641</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	7,144,407	4,648,808	1,035,111	596,653	643,114	220,721
Amount.....	359,825,753	96,337,312	57,383,511	45,578,568	72,832,016	87,694,347
Taxable interest: Number.....	4,438,828	2,228,949	797,988	535,305	630,163	246,423
Amount.....	11,363,355	2,531,031	909,023	702,063	1,269,956	5,951,283
Ordinary dividends: Number.....	2,304,346	1,019,037	381,674	287,761	405,162	210,712
Amount.....	12,895,030	1,778,323	829,242	717,034	1,597,572	7,972,858
Business or profession net income (less loss):						
Number.....	1,397,449	912,760	163,615	108,953	144,130	67,991
Amount.....	18,993,062	5,913,863	1,604,294	1,407,212	3,489,853	6,577,839
Number of farm returns.....	29,128	18,798	4,685	2,458	2,148	1,039
Net capital gain (less loss) in AGI: Number.....	1,811,042	770,360	283,393	218,937	335,947	202,405
Amount.....	45,111,260	1,188,339	454,721	584,095	2,282,951	40,601,151
Taxable Individual Retirement Arrangements						
distributions: Number.....	575,210	331,570	96,163	58,872	64,529	24,076
Amount.....	6,505,447	1,909,902	1,041,052	871,710	1,480,364	1,202,420
Pensions and annuities in AGI: Number.....	1,465,786	850,282	249,774	153,946	164,301	47,483
Amount.....	27,533,302	10,012,722	5,419,171	4,169,133	5,798,114	2,134,161
Unemployment compensation: Number.....	568,093	397,481	82,077	45,124	37,188	6,223
Amount.....	2,260,571	1,505,643	355,985	195,895	169,888	33,158
Social Security benefits in AGI: Number.....	781,331	361,335	181,019	100,590	98,956	39,431
Amount.....	8,274,261	1,710,012	2,359,465	1,623,016	1,781,842	799,929
Self-employment retirement plans: Number.....	100,323	14,287	10,703	10,969	28,734	35,630
Amount.....	1,865,112	91,095	90,934	112,329	433,137	1,137,617
Total itemized deductions: <sup>5</sup> Number.....	3,327,349	1,119,617	750,154	543,121	663,447	251,010
Amount.....	87,795,517	16,810,825	12,858,414	11,193,201	18,971,267	27,961,811
State and local income taxes: Number.....	2,944,645	863,262	686,472	510,934	638,077	245,900
Amount.....	28,546,118	1,630,124	2,592,099	2,796,566	5,637,863	15,889,466
State and local general sales tax: Number.....	338,949	218,027	60,712	31,109	24,042	5,059
Amount.....	665,240	237,128	117,495	112,136	150,957	47,524
Real estate taxes: Number.....	2,464,633	694,230	537,891	443,138	568,406	220,968
Amount.....	13,533,379	2,665,911	2,192,343	2,101,699	3,570,213	3,003,215
Taxes paid: Number.....	3,333,955	1,121,656	752,659	544,265	663,935	251,440
Amount.....	44,395,561	5,327,263	4,977,332	5,065,799	9,974,910	19,050,257
Interest paid: Number.....	2,220,484	598,411	492,671	408,109	519,268	202,025
Amount.....	21,255,413	4,510,595	3,537,729	3,180,112	5,090,114	4,936,862
Contributions: Number.....	3,059,647	956,977	702,095	517,815	639,412	243,348
Amount.....	14,454,791	1,933,227	1,698,693	1,398,495	2,331,811	7,092,566
Taxable income: Number.....	6,655,144	3,912,865	1,139,796	649,230	697,834	255,419
Amount.....	358,914,137	55,252,595	46,342,716	38,801,186	67,819,687	150,697,953
Total tax credits: <sup>6</sup> Number.....	2,486,375	1,357,623	445,059	303,122	274,484	106,087
Amount.....	3,328,827	1,154,524	723,160	518,279	325,048	607,817
Child tax credit: Number.....	1,473,089	716,750	348,623	230,948	176,650	118
Amount.....	1,809,677	623,222	548,379	390,381	247,558	139
Child care credit: Number.....	476,061	253,347	80,722	54,952	68,567	18,473
Amount.....	286,188	159,249	46,513	30,422	38,813	11,193
Earned income credit: <sup>7</sup> Number.....	1,506,529	1,506,529	--	--	--	--
Amount.....	2,672,975	2,672,975	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	1,279,244	1,279,244	--	--	--	--
Amount.....	2,247,853	2,247,853	--	--	--	--
Alternative minimum tax: Number.....	436,985	2,919	16,046	27,818	193,737	196,465
Amount.....	2,137,635	16,545	16,698	35,084	371,081	1,698,226
Income tax: <sup>9</sup> Number.....	5,929,874	3,234,006	1,098,987	643,971	697,222	255,688
Amount.....	72,288,862	5,868,199	6,266,914	5,694,035	12,798,908	41,660,807
Total tax liability: <sup>10</sup> Number.....	6,518,257	3,806,999	1,111,211	646,205	698,047	255,795
Amount.....	75,885,190	7,066,285	6,614,011	5,978,774	13,381,952	42,844,169
Tax due at time of filing: <sup>11</sup> Number.....	1,513,842	801,243	222,067	135,937	222,643	131,952
Amount.....	6,556,114	738,952	431,268	366,534	1,041,355	3,978,005
Overpayments: <sup>12</sup> Number.....	6,563,869	4,686,593	886,133	488,798	432,016	70,329
Amount.....	15,848,182	8,341,050	2,600,150	1,801,962	1,946,368	1,158,652

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>NORTH CAROLINA</b>						
<b>Number of returns.....</b>	<b>3,769,920</b>	<b>2,716,770</b>	<b>486,211</b>	<b>262,055</b>	<b>235,557</b>	<b>69,327</b>
Number of joint returns.....	1,536,584	681,634	355,548	226,810	210,983	61,609
Number with paid preparer's signature.....	2,289,495	1,646,194	295,113	152,918	140,046	55,224
Number of exemptions.....	7,850,806	5,017,433	1,226,119	724,219	678,242	204,793
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>170,124,706</b>	<b>53,895,275</b>	<b>29,836,204</b>	<b>22,539,305</b>	<b>30,972,452</b>	<b>32,881,469</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	3,256,848	2,300,641	441,929	240,126	214,555	59,597
Amount.....	127,361,293	46,070,954	23,977,967	17,951,594	23,394,450	15,966,327
Taxable interest: Number.....	1,461,365	732,571	281,431	186,569	195,048	65,746
Amount.....	2,728,496	772,768	300,230	228,149	374,358	1,052,992
Ordinary dividends: Number.....	781,137	344,620	139,395	105,420	135,471	56,231
Amount.....	3,314,657	613,139	333,195	302,816	641,147	1,424,360
Business or profession net income (less loss):						
Number.....	585,003	374,020	89,596	51,154	51,119	19,114
Amount.....	5,582,588	1,770,191	740,481	564,696	1,164,259	1,342,961
Number of farm returns.....	49,939	28,880	9,105	5,285	4,637	2,032
Net capital gain (less loss) in AGI: Number.....	624,574	267,463	105,436	81,778	115,111	54,786
Amount.....	8,034,402	365,641	291,627	359,950	1,134,216	5,882,970
Taxable Individual Retirement Arrangements distributions: Number.....	258,369	150,162	47,044	28,142	25,878	7,143
Amount.....	2,887,360	939,330	540,049	446,096	645,411	316,474
Pensions and annuities in AGI: Number.....	671,725	398,661	124,846	72,048	61,653	14,517
Amount.....	10,942,765	4,411,115	2,388,868	1,724,265	1,869,932	548,586
Unemployment compensation: Number.....	258,810	203,338	34,400	12,879	7,365	828
Amount.....	851,924	633,273	126,374	53,067	34,934	4,277
Social Security benefits in AGI: Number.....	321,674	160,301	77,241	39,565	33,213	11,354
Amount.....	3,021,438	699,987	943,289	614,044	556,770	207,349
Self-employment retirement plans: Number.....	26,144	4,011	3,298	3,358	8,088	7,389
Amount.....	371,608	20,480	22,150	29,577	110,634	188,765
Total itemized deductions: <sup>5</sup> Number.....	1,358,407	527,499	318,578	221,694	223,351	67,285
Amount.....	27,332,735	7,599,323	5,230,917	4,221,399	5,774,512	4,506,584
State and local income taxes: Number.....	1,204,679	407,112	300,070	213,668	217,750	66,079
Amount.....	6,574,062	741,676	996,635	1,024,092	1,699,698	2,111,961
State and local general sales tax: Number.....	134,545	102,587	17,586	7,725	5,273	1,374
Amount.....	148,749	72,521	33,004	19,827	14,566	8,831
Real estate taxes: Number.....	1,217,569	434,861	293,268	209,839	214,542	65,059
Amount.....	2,283,983	583,080	430,724	369,494	545,116	355,569
Taxes paid: Number.....	1,361,532	528,768	319,571	222,104	223,532	67,557
Amount.....	9,422,671	1,495,181	1,592,343	1,475,412	2,338,263	2,521,472
Interest paid: Number.....	1,158,691	410,299	285,368	202,811	202,118	58,095
Amount.....	10,485,038	3,761,081	2,019,436	1,579,842	2,009,587	1,115,091
Contributions: Number.....	1,202,020	429,370	286,851	206,436	213,644	65,719
Amount.....	4,951,103	1,017,562	863,971	731,867	1,038,055	1,299,648
Taxable income: Number.....	2,883,164	1,832,414	484,553	261,646	235,291	69,260
Amount.....	110,379,517	24,154,429	19,404,682	15,707,506	23,004,046	28,108,855
Total tax credits: <sup>6</sup> Number.....	1,190,894	717,041	217,192	130,421	98,264	27,976
Amount.....	1,264,986	538,376	349,429	215,953	114,473	46,755
Child tax credit: Number.....	790,711	450,727	174,609	101,556	63,797	22
Amount.....	901,703	371,527	276,941	166,852	86,358	25
Child care credit: Number.....	210,906	97,890	49,768	32,321	26,302	4,625
Amount.....	102,143	47,214	24,015	16,063	12,567	2,283
Earned income credit: <sup>7</sup> Number.....	765,997	765,997	--	--	--	--
Amount.....	1,433,813	1,433,813	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	686,041	686,041	--	--	--	--
Amount.....	1,299,169	1,299,169	--	--	--	--
Alternative minimum tax: Number.....	69,635	714	1,461	2,287	19,850	45,323
Amount.....	263,896	2,132	1,933	4,111	36,716	219,006
Income tax: <sup>9</sup> Number.....	2,487,478	1,451,720	471,003	260,369	235,101	69,285
Amount.....	18,387,088	2,435,987	2,381,591	2,142,656	4,112,905	7,313,951
Total tax liability: <sup>10</sup> Number.....	2,696,295	1,655,027	475,665	261,010	235,285	69,308
Amount.....	19,576,142	2,902,524	2,566,778	2,279,350	4,329,916	7,497,575
Tax due at time of filing: <sup>11</sup> Number.....	687,321	346,685	128,131	75,603	97,626	39,276
Amount.....	2,429,046	334,428	235,700	196,904	474,124	1,187,893
Overpayments: <sup>12</sup> Number.....	2,906,773	2,238,796	345,323	177,792	125,355	19,507
Amount.....	6,038,673	3,962,445	821,719	523,837	498,963	231,710

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>NORTH DAKOTA</b>						
<b>Number of returns.....</b>	<b>305,030</b>	<b>223,246</b>	<b>44,281</b>	<b>20,570</b>	<b>13,091</b>	<b>3,842</b>
Number of joint returns.....	131,158	59,984	36,821	18,923	12,024	3,406
Number with paid preparer's signature.....	191,194	135,541	29,305	13,600	9,418	3,330
Number of exemptions.....	586,630	349,432	123,605	62,650	39,591	11,352
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>12,161,664</b>	<b>4,222,174</b>	<b>2,722,758</b>	<b>1,756,457</b>	<b>1,698,088</b>	<b>1,762,188</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	259,525	185,477	40,250	18,861	11,617	3,320
Amount.....	8,774,099	3,463,878	2,135,266	1,348,914	1,113,053	712,987
Taxable interest: Number.....	147,662	88,364	28,525	15,843	11,257	3,673
Amount.....	273,383	119,060	40,964	27,471	35,095	50,793
Ordinary dividends: Number.....	74,519	39,933	14,613	9,112	7,871	2,990
Amount.....	195,207	47,851	22,288	17,534	31,488	76,045
Business or profession net income (less loss):						
Number.....	46,106	28,425	8,863	4,360	3,245	1,213
Amount.....	429,157	151,588	78,619	53,714	82,603	62,634
Number of farm returns.....	28,987	19,477	5,123	2,364	1,591	432
Net capital gain (less loss) in AGI: Number.....	68,457	37,907	12,431	7,851	7,229	3,039
Amount.....	562,244	73,491	41,348	41,737	88,469	317,198
Taxable Individual Retirement Arrangements						
distributions: Number.....	22,143	14,652	3,947	1,824	1,357	363
Amount.....	176,366	73,715	36,310	25,317	27,635	13,389
Pensions and annuities in AGI: Number.....	43,726	28,464	8,163	3,858	2,540	701
Amount.....	562,332	276,461	130,271	73,392	61,739	20,470
Unemployment compensation: Number.....	15,134	11,007	2,937	892	281	17
Amount.....	42,428	28,056	10,042	3,157	1,085	86
Social Security benefits in AGI: Number.....	27,679	15,571	6,530	2,798	2,105	675
Amount.....	231,592	65,549	77,924	42,172	34,035	11,912
Self-employment retirement plans: Number.....	2,572	537	539	475	699	322
Amount.....	27,290	2,491	3,385	3,945	10,090	7,378
Total itemized deductions: <sup>5</sup> Number.....	56,120	20,825	13,058	9,833	9,119	3,285
Amount.....	969,319	279,243	188,455	158,487	184,892	158,241
State and local income taxes: Number.....	38,409	9,098	9,459	8,252	8,394	3,206
Amount.....	130,482	10,012	13,024	16,144	31,198	60,104
State and local general sales tax: Number.....	17,233	11,103	3,659	1,616	736	119
Amount.....	16,748	6,975	4,817	2,985	1,698	273
Real estate taxes: Number.....	47,516	15,067	11,695	9,191	8,538	3,025
Amount.....	146,594	32,268	31,954	29,843	33,698	18,829
Taxes paid: Number.....	56,186	20,650	13,173	9,889	9,144	3,330
Amount.....	298,403	50,225	50,668	49,735	67,466	80,309
Interest paid: Number.....	41,882	11,801	10,909	8,754	7,872	2,546
Amount.....	275,517	58,524	64,853	57,566	59,297	35,279
Contributions: Number.....	47,463	15,394	11,137	9,035	8,686	3,211
Amount.....	177,256	30,728	26,862	25,288	37,669	56,710
Taxable income: Number.....	241,754	160,067	44,207	20,556	13,087	3,837
Amount.....	8,242,705	2,146,271	1,858,796	1,300,309	1,352,470	1,584,859
Total tax credits: <sup>6</sup> Number.....	95,662	53,591	23,143	11,614	5,738	1,576
Amount.....	115,652	41,649	41,737	21,204	7,475	3,586
Child tax credit: Number.....	56,419	26,209	17,961	8,515	**3,734	**
Amount.....	77,747	25,363	31,402	15,382	**5,599	**
Child care credit: Number.....	17,564	7,010	6,084	2,792	1,448	230
Amount.....	7,812	3,135	2,793	1,203	585	98
Earned income credit: <sup>7</sup> Number.....	40,047	40,047	--	--	--	--
Amount.....	64,533	64,533	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	33,847	33,847	--	--	--	--
Amount.....	56,712	56,712	--	--	--	--
Alternative minimum tax: Number.....	2,355	110	98	143	608	1,396
Amount.....	6,664	204	121	183	1,213	4,942
Income tax: <sup>9</sup> Number.....	217,199	136,763	43,049	20,478	13,071	3,838
Amount.....	1,251,547	221,740	214,668	172,898	241,427	400,815
Total tax liability: <sup>10</sup> Number.....	234,609	153,660	43,518	20,514	13,079	3,838
Amount.....	1,370,958	270,558	239,990	190,091	260,937	409,381
Tax due at time of filing: <sup>11</sup> Number.....	69,463	39,509	13,957	7,138	6,626	2,233
Amount.....	242,970	44,177	36,449	29,264	50,928	82,152
Overpayments: <sup>12</sup> Number.....	217,613	169,469	28,859	12,636	5,572	1,077
Amount.....	368,417	232,834	65,546	34,741	21,616	13,679

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>OHIO</b>						
<b>Number of returns</b> .....	<b>5,447,064</b>	<b>3,898,633</b>	<b>771,864</b>	<b>394,298</b>	<b>299,842</b>	<b>82,427</b>
Number of joint returns.....	1,947,919	822,697	480,269	318,550	255,884	70,519
Number with paid preparer's signature.....	2,947,196	2,079,835	429,760	209,434	164,083	64,084
Number of exemptions.....	10,429,962	6,269,723	1,893,284	1,120,288	897,262	249,405
<b>Adjusted gross income (AGI) <sup>3</sup></b> .....	<b>241,421,550</b>	<b>80,253,678</b>	<b>47,289,180</b>	<b>33,846,228</b>	<b>38,941,281</b>	<b>41,091,185</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	4,693,001	3,267,087	709,465	368,377	275,907	72,165
Amount.....	183,450,499	66,060,424	38,908,889	28,116,367	30,006,952	20,357,868
Taxable interest: Number.....	2,313,328	1,273,082	444,608	273,211	244,602	77,825
Amount.....	3,658,135	1,365,755	514,978	349,475	500,875	927,052
Ordinary dividends: Number.....	1,288,284	636,945	242,587	165,302	174,927	68,523
Amount.....	4,712,205	954,613	493,257	409,715	812,026	2,042,595
Business or profession net income (less loss):						
Number.....	699,914	425,085	120,351	68,585	62,239	23,654
Amount.....	7,412,389	2,148,896	1,087,108	866,435	1,618,822	1,691,128
Number of farm returns.....	74,755	45,637	14,399	7,418	5,372	1,929
Net capital gain (less loss) in AGI: Number.....	957,909	455,033	173,285	121,434	142,924	65,233
Amount.....	9,213,298	449,785	402,866	442,646	1,207,974	6,710,026
Taxable Individual Retirement Arrangements distributions: Number.....	404,657	259,652	68,652	36,657	30,887	8,809
Amount.....	4,304,333	1,586,879	829,435	625,339	843,764	418,917
Pensions and annuities in AGI: Number.....	1,052,026	700,574	174,382	90,253	70,269	16,548
Amount.....	16,785,963	8,504,920	3,517,327	2,056,237	2,062,626	644,853
Unemployment compensation: Number.....	326,242	235,182	55,612	23,636	10,865	947
Amount.....	1,123,554	798,288	195,934	83,817	41,252	4,263
Social Security benefits in AGI: Number.....	452,762	251,792	103,806	46,279	37,733	13,152
Amount.....	3,752,814	1,072,637	1,184,453	653,369	597,799	244,555
Self-employment retirement plans: Number.....	37,910	6,483	5,432	5,441	11,238	9,316
Amount.....	513,666	33,171	37,707	47,852	156,372	238,563
Total itemized deductions: <sup>5</sup> Number.....	1,856,819	709,321	472,154	316,516	278,708	80,120
Amount.....	33,232,379	8,506,107	6,863,114	5,567,224	6,786,645	5,509,291
State and local income taxes: Number.....	1,713,731	594,335	455,466	310,162	274,418	79,350
Amount.....	9,358,191	1,156,259	1,539,753	1,517,656	2,223,707	2,920,816
State and local general sales tax: Number.....	128,640	100,250	16,872	6,472	4,122	920
Amount.....	198,926	105,298	44,287	22,774	21,318	5,249
Real estate taxes: Number.....	1,650,437	583,840	427,939	297,394	264,678	76,586
Amount.....	4,266,095	1,075,205	912,243	762,010	945,183	571,455
Taxes paid: Number.....	1,859,446	709,258	473,736	317,167	278,927	80,358
Amount.....	13,985,859	2,390,543	2,524,799	2,322,949	3,219,247	3,528,321
Interest paid: Number.....	1,583,865	563,142	420,026	288,478	246,446	65,773
Amount.....	11,259,025	3,179,715	2,757,535	2,100,461	2,180,741	1,040,573
Contributions: Number.....	1,549,030	521,830	401,742	285,631	262,401	77,426
Amount.....	4,899,563	856,315	838,865	720,978	1,001,500	1,481,905
Taxable income: Number.....	4,326,962	2,781,164	770,082	393,877	299,510	82,329
Amount.....	161,905,003	41,137,810	31,973,571	24,087,942	29,226,749	35,478,930
Total tax credits: <sup>6</sup> Number.....	1,583,970	881,214	339,556	201,577	128,717	32,906
Amount.....	1,911,137	737,186	574,467	361,791	164,836	72,858
Child tax credit: Number.....	1,070,951	553,207	273,360	155,695	88,638	51
Amount.....	1,402,709	534,352	457,718	277,210	133,383	44
Child care credit: Number.....	175,305	68,757	42,740	33,291	26,599	3,918
Amount.....	84,019	31,936	19,826	16,729	13,571	1,956
Earned income credit: <sup>7</sup> Number.....	799,412	799,412	--	--	--	--
Amount.....	1,403,191	1,403,191	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	708,256	708,256	--	--	--	--
Amount.....	1,262,082	1,262,082	--	--	--	--
Alternative minimum tax: Number.....	120,645	1,551	6,315	8,011	45,572	59,196
Amount.....	429,558	2,874	5,075	9,230	78,363	334,014
Income tax: <sup>9</sup> Number.....	3,923,585	2,401,669	748,381	391,896	299,266	82,373
Amount.....	26,711,365	4,490,371	4,124,118	3,366,807	5,311,999	9,418,070
Total tax liability: <sup>10</sup> Number.....	4,144,277	2,614,526	755,183	392,672	299,506	82,390
Amount.....	28,192,747	5,034,724	4,367,864	3,550,881	5,589,114	9,650,163
Tax due at time of filing: <sup>11</sup> Number.....	887,961	491,043	160,813	88,497	104,088	43,520
Amount.....	2,724,459	418,231	290,180	228,212	496,280	1,291,556
Overpayments: <sup>12</sup> Number.....	4,295,756	3,213,015	589,548	292,507	177,070	23,616
Amount.....	8,617,288	5,031,704	1,561,681	973,272	746,161	304,468

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>OKLAHOMA</b>						
<b>Number of returns.....</b>	<b>1,476,128</b>	<b>1,106,263</b>	<b>188,480</b>	<b>91,189</b>	<b>70,151</b>	<b>20,045</b>
Number of joint returns.....	657,840	349,678	146,510	80,948	63,125	17,579
Number with paid preparer's signature.....	912,571	678,170	117,444	55,497	44,811	16,649
Number of exemptions.....	3,099,839	2,080,762	501,580	258,877	200,948	57,672
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>60,730,733</b>	<b>20,958,675</b>	<b>11,529,785</b>	<b>7,819,152</b>	<b>9,093,799</b>	<b>11,329,322</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	1,244,133	912,915	168,921	82,718	62,662	16,917
Amount.....	43,735,721	17,842,580	9,227,395	6,156,224	6,475,698	4,033,824
Taxable interest: Number.....	561,553	313,083	106,391	64,856	58,257	18,966
Amount.....	1,085,225	383,718	141,739	93,701	146,779	319,288
Ordinary dividends: Number.....	254,782	125,812	46,923	31,838	35,140	15,069
Amount.....	840,279	173,778	82,479	69,198	135,232	379,591
Business or profession net income (less loss):						
Number.....	259,310	173,209	38,522	20,601	19,072	7,906
Amount.....	2,168,776	668,600	284,851	214,173	431,128	570,024
Number of farm returns.....	80,349	51,164	14,800	7,005	5,348	2,032
Net capital gain (less loss) in AGI: Number.....	221,363	110,455	38,665	26,059	31,230	14,954
Amount.....	3,180,993	166,217	111,111	106,191	286,489	2,510,986
Taxable Individual Retirement Arrangements						
distributions: Number.....	96,413	58,417	17,643	9,866	8,307	2,180
Amount.....	1,088,084	378,409	212,193	173,066	225,318	99,099
Pensions and annuities in AGI: Number.....	265,818	170,436	47,346	24,777	19,218	4,041
Amount.....	4,209,365	2,057,123	921,150	555,745	539,743	135,606
Unemployment compensation: Number.....	70,269	55,451	9,147	3,492	1,981	198
Amount.....	205,702	162,339	26,222	10,092	6,258	791
Social Security benefits in AGI: Number.....	132,458	70,427	31,644	14,775	11,759	3,853
Amount.....	1,157,482	295,603	372,758	222,424	194,649	72,048
Self-employment retirement plans: Number.....	7,160	1,308	966	997	2,137	1,752
Amount.....	96,063	6,278	6,582	9,109	29,752	44,342
Total itemized deductions: <sup>5</sup> Number.....	435,349	170,949	108,431	72,134	64,650	19,185
Amount.....	7,930,775	2,364,771	1,587,027	1,235,474	1,497,342	1,246,160
State and local income taxes: Number.....	381,706	125,051	104,457	70,340	63,068	18,790
Amount.....	1,835,130	214,957	319,701	310,917	445,029	544,526
State and local general sales tax: Number.....	66,871	53,565	8,137	2,865	1,857	447
Amount.....	80,142	44,377	17,251	9,644	6,130	2,740
Real estate taxes: Number.....	394,540	145,235	101,657	68,403	61,274	17,971
Amount.....	552,188	143,945	114,458	94,338	122,462	76,985
Taxes paid: Number.....	453,302	182,587	112,989	73,408	65,044	19,274
Amount.....	3,612,070	1,508,423	463,996	424,886	583,729	631,036
Interest paid: Number.....	356,473	127,050	95,370	64,232	55,147	14,674
Amount.....	2,260,210	647,865	539,746	407,519	435,613	229,466
Contributions: Number.....	384,823	140,760	98,062	66,629	60,906	18,466
Amount.....	1,848,895	351,011	304,245	247,759	329,371	616,509
Taxable income: Number.....	1,095,313	726,112	188,026	91,080	70,065	20,030
Amount.....	39,667,194	9,471,762	7,657,880	5,602,711	6,927,132	10,007,708
Total tax credits: <sup>6</sup> Number.....	435,210	271,554	86,998	43,788	26,024	6,846
Amount.....	498,061	213,753	149,407	75,955	34,514	24,431
Child tax credit: Number.....	300,878	176,349	72,180	34,593	17,742	14
Amount.....	359,678	155,133	120,738	58,971	24,822	15
Child care credit: Number.....	59,875	27,517	16,800	8,905	5,799	854
Amount.....	27,111	11,884	7,799	4,273	2,741	414
Earned income credit: <sup>7</sup> Number.....	316,231	316,231	--	--	--	--
Amount.....	584,880	584,880	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	280,947	280,947	--	--	--	--
Amount.....	519,180	519,180	--	--	--	--
Alternative minimum tax: Number.....	15,914	343	600	807	4,267	9,897
Amount.....	59,242	1,359	1,054	1,559	8,947	46,322
Income tax: <sup>9</sup> Number.....	949,554	586,238	182,618	90,675	69,989	20,034
Amount.....	6,479,216	946,699	924,318	771,613	1,250,992	2,585,594
Total tax liability: <sup>10</sup> Number.....	1,046,269	680,945	184,379	90,859	70,049	20,037
Amount.....	6,937,912	1,151,372	995,853	821,362	1,325,409	2,643,917
Tax due at time of filing: <sup>11</sup> Number.....	272,976	150,884	51,457	28,893	31,025	10,717
Amount.....	885,046	147,601	104,122	81,977	168,805	382,542
Overpayments: <sup>12</sup> Number.....	1,126,740	896,643	131,542	58,859	34,344	5,352
Amount.....	2,255,160	1,539,762	313,567	170,206	137,796	93,830

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>OREGON</b>						
<b>Number of returns</b> .....	<b>1,604,383</b>	<b>1,121,168</b>	<b>229,225</b>	<b>120,492</b>	<b>104,215</b>	<b>29,283</b>
Number of joint returns.....	685,772	304,539	162,088	102,229	91,703	25,213
Number with paid preparer's signature.....	825,253	544,331	126,414	66,742	63,900	23,866
Number of exemptions.....	3,217,687	1,933,521	577,482	330,229	293,023	83,432
<b>Adjusted gross income (AGI) <sup>3</sup></b> .....	<b>73,781,261</b>	<b>21,821,354</b>	<b>14,058,318</b>	<b>10,356,674</b>	<b>13,642,369</b>	<b>13,902,546</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	1,319,029	896,287	200,652	107,114	91,220	23,756
Amount.....	51,807,935	17,969,486	10,837,606	7,908,110	9,489,548	5,603,185
Taxable interest: Number.....	686,281	360,309	130,181	83,408	84,875	27,508
Amount.....	1,556,066	530,279	201,462	138,405	235,283	450,639
Ordinary dividends: Number.....	386,991	187,793	69,015	48,872	58,462	22,849
Amount.....	1,505,632	344,372	157,608	126,995	243,540	633,117
Business or profession net income (less loss):						
Number.....	255,416	158,444	42,435	23,483	23,332	7,722
Amount.....	2,916,740	862,499	445,468	330,692	657,487	620,593
Number of farm returns.....	36,350	18,934	6,987	4,358	4,220	1,851
Net capital gain (less loss) in AGI: Number.....	345,759	166,053	59,724	42,383	54,439	23,160
Amount.....	4,777,845	334,573	211,797	235,883	759,513	3,236,079
Taxable Individual Retirement Arrangements distributions: Number.....	127,826	77,567	23,012	12,691	11,537	3,019
Amount.....	1,385,864	488,492	265,704	209,494	286,085	136,090
Pensions and annuities in AGI: Number.....	294,215	180,476	52,621	29,624	25,601	5,893
Amount.....	5,484,384	2,178,213	1,231,700	878,488	969,644	226,336
Unemployment compensation: Number.....	165,936	124,677	25,474	9,885	5,310	590
Amount.....	581,309	418,198	96,005	39,686	24,332	3,087
Social Security benefits in AGI: Number.....	156,525	77,489	38,324	19,052	16,270	5,390
Amount.....	1,437,803	342,921	459,092	281,212	260,675	93,901
Self-employment retirement plans: Number.....	17,488	3,748	2,676	2,563	5,091	3,410
Amount.....	244,001	21,867	20,581	25,070	81,554	94,928
Total itemized deductions: <sup>5</sup> Number.....	665,825	262,141	167,806	107,727	99,942	28,209
Amount.....	13,834,902	3,914,756	2,835,780	2,199,545	2,792,310	2,092,509
State and local income taxes: Number.....	619,431	221,986	164,510	106,265	98,750	27,920
Amount.....	3,627,663	411,290	653,994	615,928	932,271	1,014,180
State and local general sales tax: Number.....	5,186	3,010	1,001	582	469	124
Amount.....	9,286	1,093	2,589	2,288	2,152	1,164
Real estate taxes: Number.....	597,686	223,451	151,952	100,252	94,820	27,211
Amount.....	1,585,548	464,587	341,832	265,759	335,587	177,782
Taxes paid: Number.....	663,436	259,016	168,282	107,877	99,966	28,295
Amount.....	5,317,367	898,800	1,015,431	896,674	1,290,345	1,216,117
Interest paid: Number.....	563,239	206,053	148,297	96,932	88,425	23,532
Amount.....	4,994,572	1,504,810	1,190,115	863,560	971,080	465,007
Contributions: Number.....	558,147	196,498	143,587	97,237	93,738	27,087
Amount.....	1,837,003	342,597	309,728	256,565	365,474	562,639
Taxable income: Number.....	1,242,327	760,406	228,329	120,282	104,068	29,242
Amount.....	48,008,209	10,356,058	8,907,190	7,018,646	9,922,041	11,804,275
Total tax credits: <sup>6</sup> Number.....	456,492	248,198	99,198	57,223	40,847	11,026
Amount.....	528,603	189,954	160,667	95,497	47,930	34,554
Child tax credit: Number.....	289,332	142,621	77,900	43,115	25,683	13
Amount.....	366,522	127,933	128,841	73,798	35,944	7
Child care credit: Number.....	66,609	28,878	16,968	10,559	8,579	1,625
Amount.....	29,936	12,913	7,535	4,891	3,863	732
Earned income credit: <sup>7</sup> Number.....	230,211	230,211	--	--	--	--
Amount.....	375,540	375,540	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	198,245	198,245	--	--	--	--
Amount.....	329,723	329,723	--	--	--	--
Alternative minimum tax: Number.....	37,035	307	716	1,225	13,401	21,386
Amount.....	158,431	1,351	1,087	1,842	24,466	129,685
Income tax: <sup>9</sup> Number.....	1,111,399	639,819	219,009	119,395	103,922	29,254
Amount.....	7,875,483	1,094,669	1,096,397	950,799	1,755,264	2,978,355
Total tax liability: <sup>10</sup> Number.....	1,195,634	720,755	221,835	119,744	104,039	29,261
Amount.....	8,460,990	1,317,108	1,192,216	1,020,626	1,870,059	3,060,981
Tax due at time of filing: <sup>11</sup> Number.....	350,771	188,593	65,721	35,840	43,764	16,853
Amount.....	1,195,033	183,121	127,593	99,980	239,268	545,071
Overpayments: <sup>12</sup> Number.....	1,138,492	843,069	155,306	79,603	53,235	7,279
Amount.....	2,115,122	1,211,240	361,536	232,641	216,841	92,865

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>PENNSYLVANIA</b>						
<b>Number of returns.....</b>	<b>5,811,227</b>	<b>4,021,341</b>	<b>826,688</b>	<b>446,984</b>	<b>399,798</b>	<b>116,416</b>
Number of joint returns.....	2,341,443	931,207	571,707	380,036	355,656	102,837
Number with paid preparer's signature.....	3,202,544	2,161,319	469,339	249,940	231,977	89,969
Number of exemptions.....	11,245,804	6,374,370	2,063,146	1,263,988	1,188,603	355,697
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>278,531,309</b>	<b>78,674,885</b>	<b>50,772,272</b>	<b>38,452,347</b>	<b>52,411,380</b>	<b>58,220,425</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	4,862,059	3,228,412	751,903	412,652	367,440	101,652
Amount.....	207,054,078	63,654,729	41,314,120	31,541,120	40,960,998	29,583,109
Taxable interest: Number.....	2,852,875	1,538,067	527,845	337,021	339,782	110,160
Amount.....	5,102,008	1,829,490	678,705	472,496	711,403	1,409,915
Ordinary dividends: Number.....	1,626,837	804,666	284,116	200,376	240,348	97,331
Amount.....	6,209,334	1,293,875	612,072	525,765	1,030,587	2,747,038
Business or profession net income (less loss):						
Number.....	734,842	424,262	122,453	73,568	80,895	33,664
Amount.....	10,506,820	2,823,015	1,369,936	1,118,191	2,349,044	2,846,634
Number of farm returns.....	42,801	27,951	6,855	3,529	3,021	1,445
Net capital gain (less loss) in AGI: Number.....	1,182,152	558,289	195,699	143,138	192,909	92,117
Amount.....	13,124,940	515,524	407,299	488,338	1,521,490	10,192,289
Taxable Individual Retirement Arrangements						
distributions: Number.....	493,808	317,202	79,301	44,772	40,828	11,705
Amount.....	4,930,752	1,787,440	897,906	710,569	995,045	539,794
Pensions and annuities in AGI: Number.....	1,176,980	764,610	190,583	105,467	92,694	23,626
Amount.....	17,315,511	7,983,502	3,482,714	2,324,723	2,642,550	882,024
Unemployment compensation: Number.....	545,087	382,298	96,265	40,595	22,993	2,936
Amount.....	2,179,796	1,431,640	421,327	188,920	120,106	17,803
Social Security benefits in AGI: Number.....	547,742	287,843	127,279	61,866	52,542	18,212
Amount.....	5,071,762	1,253,591	1,578,525	974,282	912,863	352,501
Self-employment retirement plans: Number.....	51,197	8,156	6,478	6,889	15,623	14,051
Amount.....	727,439	42,946	45,133	61,101	213,237	365,022
Total itemized deductions: <sup>5</sup> Number.....	1,845,089	601,579	442,409	331,695	358,777	110,629
Amount.....	35,606,554	8,302,466	6,757,190	5,890,520	8,408,797	6,247,582
State and local income taxes: Number.....	1,659,888	478,251	411,646	315,430	345,675	108,886
Amount.....	7,590,172	798,312	1,191,127	1,247,027	2,076,546	2,277,160
State and local general sales tax: Number.....	171,343	109,038	30,789	16,301	12,965	2,250
Amount.....	247,384	106,583	56,690	36,562	36,589	10,960
Real estate taxes: Number.....	1,681,071	502,066	408,664	316,827	345,878	107,636
Amount.....	5,977,995	1,293,565	1,155,023	1,052,318	1,545,623	931,467
Taxes paid: Number.....	1,852,071	603,993	444,757	332,738	359,311	111,272
Amount.....	14,058,324	2,250,335	2,448,085	2,373,974	3,711,236	3,274,694
Interest paid: Number.....	1,529,384	438,094	383,359	298,461	317,282	92,188
Amount.....	11,985,526	2,971,956	2,480,191	2,133,122	2,798,752	1,601,507
Contributions: Number.....	1,640,811	480,452	396,866	309,966	344,882	108,645
Amount.....	5,687,269	878,379	869,663	788,338	1,254,265	1,896,623
Taxable income: Number.....	4,550,506	2,763,937	824,392	446,456	399,411	116,310
Amount.....	192,945,201	39,516,023	34,276,582	27,582,772	39,969,297	51,600,528
Total tax credits: <sup>6</sup> Number.....	1,662,739	860,049	358,950	226,884	168,987	47,869
Amount.....	2,034,242	708,619	611,139	401,530	204,025	108,931
Child tax credit: Number.....	1,068,876	496,450	284,728	173,925	113,721	52
Amount.....	1,401,403	464,049	473,772	301,755	161,778	49
Child care credit: Number.....	215,262	81,086	48,900	37,911	39,511	7,854
Amount.....	110,257	41,974	23,601	19,647	20,797	4,237
Earned income credit: <sup>7</sup> Number.....	782,517	782,517	--	--	--	--
Amount.....	1,304,085	1,304,085	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	682,039	682,039	--	--	--	--
Amount.....	1,170,897	1,170,897	--	--	--	--
Alternative minimum tax: Number.....	114,544	1,021	2,833	4,633	41,394	64,663
Amount.....	377,134	4,709	3,546	6,541	71,344	290,995
Income tax: <sup>9</sup> Number.....	4,127,024	2,365,946	801,376	444,253	399,099	116,350
Amount.....	33,211,310	4,264,524	4,324,159	3,819,264	7,266,755	13,536,606
Total tax liability: <sup>10</sup> Number.....	4,350,211	2,581,146	808,298	445,055	399,336	116,376
Amount.....	35,026,827	4,874,463	4,605,035	4,038,109	7,634,361	13,874,859
Tax due at time of filing: <sup>11</sup> Number.....	915,946	457,203	161,462	95,986	139,003	62,292
Amount.....	3,369,226	396,466	283,905	239,020	624,230	1,825,605
Overpayments: <sup>12</sup> Number.....	4,538,527	3,292,029	639,905	334,877	236,947	34,769
Amount.....	9,356,047	5,068,361	1,703,523	1,111,247	975,425	497,489

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>RHODE ISLAND</b>						
<b>Number of returns.....</b>	<b>500,314</b>	<b>336,383</b>	<b>71,488</b>	<b>41,268</b>	<b>40,377</b>	<b>10,798</b>
Number of joint returns.....	184,588	62,042	43,962	33,865	35,398	9,321
Number with paid preparer's signature.....	309,005	201,542	45,991	26,391	26,135	8,946
Number of exemptions.....	938,483	508,774	167,828	113,373	117,091	31,417
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>25,410,961</b>	<b>6,802,078</b>	<b>4,396,188</b>	<b>3,559,532</b>	<b>5,299,746</b>	<b>5,353,417</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	431,389	281,095	65,000	38,386	37,530	9,378
Amount.....	18,767,449	5,679,626	3,563,393	2,908,092	4,080,761	2,535,577
Taxable interest: Number.....	258,978	125,562	51,741	34,477	36,700	10,498
Amount.....	411,631	132,609	57,413	40,899	67,589	113,121
Ordinary dividends: Number.....	123,925	53,602	22,282	17,025	22,316	8,700
Amount.....	484,253	83,642	46,480	39,446	83,776	230,908
Business or profession net income (less loss):						
Number.....	66,408	36,272	10,919	7,323	8,731	3,163
Amount.....	1,026,458	283,308	131,821	107,897	231,752	271,681
Number of farm returns.....	622	312	104	75	89	42
Net capital gain (less loss) in AGI: Number.....	94,828	38,601	16,290	12,682	18,661	8,594
Amount.....	1,584,726	34,245	41,406	52,527	222,294	1,234,253
Taxable Individual Retirement Arrangements distributions: Number.....	36,332	22,240	6,080	3,507	3,449	1,056
Amount.....	339,384	119,157	59,767	50,389	70,556	39,514
Pensions and annuities in AGI: Number.....	84,810	49,309	15,046	9,055	9,210	2,190
Amount.....	1,475,716	555,524	320,006	228,675	297,684	73,827
Unemployment compensation: Number.....	47,989	32,608	8,232	4,141	2,628	380
Amount.....	203,568	128,495	38,246	20,231	14,181	2,415
Social Security benefits in AGI: Number.....	45,468	21,762	11,217	5,631	5,071	1,787
Amount.....	428,654	94,169	132,958	84,114	84,053	33,362
Self-employment retirement plans: Number.....	5,247	776	698	711	1,720	1,342
Amount.....	76,028	4,253	5,901	6,513	23,568	35,793
Total itemized deductions: <sup>5</sup> Number.....	187,597	58,957	45,480	34,472	38,263	10,425
Amount.....	3,850,098	829,707	729,776	641,207	944,985	704,424
State and local income taxes: Number.....	168,581	45,307	42,634	33,097	37,307	10,236
Amount.....	931,704	85,553	116,561	129,814	248,253	351,523
State and local general sales tax: Number.....	17,588	12,230	2,840	1,379	911	228
Amount.....	32,163	8,159	6,499	4,237	4,244	9,024
Real estate taxes: Number.....	173,883	51,360	42,587	32,952	36,889	10,095
Amount.....	682,909	154,631	137,376	120,641	176,656	93,606
Taxes paid: Number.....	188,171	59,198	45,649	34,547	38,295	10,482
Amount.....	1,754,090	268,758	283,145	275,454	456,012	470,721
Interest paid: Number.....	158,804	45,283	39,741	31,018	34,004	8,758
Amount.....	1,297,362	310,274	293,583	244,606	313,938	134,962
Contributions: Number.....	170,391	48,444	42,064	32,683	36,997	10,203
Amount.....	463,166	62,466	68,684	64,707	106,431	160,878
Taxable income: Number.....	405,206	241,618	71,252	41,208	40,339	10,789
Amount.....	17,706,190	3,476,751	2,934,961	2,505,166	3,976,638	4,812,674
Total tax credits: <sup>6</sup> Number.....	147,078	75,520	29,618	20,709	16,892	4,339
Amount.....	173,279	58,291	47,426	35,150	19,831	12,582
Child tax credit: Number.....	92,365	41,988	23,207	15,883	**11,287	**
Amount.....	116,950	36,991	37,370	26,963	**15,625	**
Child care credit: Number.....	19,402	6,661	4,246	3,650	4,135	710
Amount.....	9,598	3,134	2,030	1,905	2,158	372
Earned income credit: <sup>7</sup> Number.....	66,332	66,332	--	--	--	--
Amount.....	112,949	112,949	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	57,648	57,648	--	--	--	--
Amount.....	100,618	100,618	--	--	--	--
Alternative minimum tax: Number.....	13,478	67	245	405	5,081	7,680
Amount.....	52,556	171	299	623	8,990	42,472
Income tax: <sup>9</sup> Number.....	368,702	207,287	69,275	41,027	40,320	10,793
Amount.....	3,068,620	385,164	384,111	349,832	718,432	1,231,081
Total tax liability: <sup>10</sup> Number.....	387,415	225,306	69,862	41,109	40,344	10,794
Amount.....	3,242,401	439,732	408,847	369,852	753,536	1,270,435
Tax due at time of filing: <sup>11</sup> Number.....	82,273	38,755	14,338	9,011	14,207	5,962
Amount.....	345,722	39,036	27,223	24,501	69,285	185,678
Overpayments: <sup>12</sup> Number.....	393,397	280,567	55,135	30,948	23,935	2,812
Amount.....	814,538	433,794	147,365	104,580	96,995	31,805

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>SOUTH CAROLINA</b>						
<b>Number of returns.....</b>	<b>1,844,497</b>	<b>1,371,363</b>	<b>226,365</b>	<b>120,418</b>	<b>98,864</b>	<b>27,487</b>
Number of joint returns.....	703,078	317,283	165,230	106,514	89,640	24,411
Number with paid preparer's signature.....	1,193,427	886,058	145,588	74,752	63,645	23,384
Number of exemptions.....	3,758,224	2,481,421	577,857	338,660	281,802	78,484
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>76,864,899</b>	<b>26,643,075</b>	<b>13,891,290</b>	<b>10,351,189</b>	<b>12,851,793</b>	<b>13,127,550</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	1,602,941	1,176,334	204,749	109,903	88,984	22,971
Amount.....	56,795,510	22,849,018	11,031,160	8,119,798	9,273,070	5,522,464
Taxable interest: Number.....	627,899	319,622	120,746	81,492	79,927	26,112
Amount.....	1,073,463	355,400	144,794	107,592	171,686	293,993
Ordinary dividends: Number.....	338,004	154,224	61,928	46,254	53,710	21,888
Amount.....	1,423,260	270,788	147,078	133,893	274,997	596,504
Business or profession net income (less loss):						
Number.....	260,474	168,264	39,867	22,689	21,461	8,193
Amount.....	2,331,014	682,361	309,648	240,634	487,514	610,859
Number of farm returns.....	21,846	11,159	4,037	2,781	2,542	1,327
Net capital gain (less loss) in AGI: Number.....	268,143	119,871	46,205	35,145	45,340	21,582
Amount.....	3,966,140	182,678	134,472	160,536	533,367	2,955,088
Taxable Individual Retirement Arrangements distributions: Number.....	116,889	66,630	21,789	13,195	11,887	3,388
Amount.....	1,399,097	441,577	263,455	220,162	312,417	161,484
Pensions and annuities in AGI: Number.....	345,369	207,548	63,725	36,973	30,267	6,856
Amount.....	5,777,272	2,380,905	1,254,807	901,290	974,269	266,000
Unemployment compensation: Number.....	123,669	102,047	13,195	5,223	2,930	274
Amount.....	328,847	257,862	40,388	17,679	11,665	1,253
Social Security benefits in AGI: Number.....	161,252	80,502	38,708	19,766	16,663	5,613
Amount.....	1,505,627	351,063	469,412	304,857	278,668	101,627
Self-employment retirement plans: Number.....	9,838	1,669	1,180	1,241	2,956	2,792
Amount.....	142,370	8,841	8,241	11,119	40,461	73,707
Total itemized deductions: <sup>5</sup> Number.....	598,316	235,801	143,283	100,395	92,493	26,344
Amount.....	11,683,396	3,321,306	2,326,415	1,903,142	2,383,959	1,748,574
State and local income taxes: Number.....	517,799	173,691	132,944	95,937	89,597	25,630
Amount.....	2,461,284	280,384	419,163	434,751	640,477	686,509
State and local general sales tax: Number.....	71,428	53,800	9,813	4,301	2,749	765
Amount.....	67,414	38,080	13,673	6,829	5,893	2,939
Real estate taxes: Number.....	540,208	197,161	133,007	95,736	89,001	25,303
Amount.....	855,883	209,682	161,612	142,915	200,824	140,851
Taxes paid: Number.....	599,438	236,181	143,684	100,545	92,567	26,461
Amount.....	3,709,117	613,091	666,488	647,453	919,024	863,061
Interest paid: Number.....	512,038	186,174	128,333	91,906	83,190	22,435
Amount.....	5,008,830	2,177,968	881,183	696,630	805,847	447,200
Contributions: Number.....	533,019	194,641	130,079	94,032	88,585	25,682
Amount.....	2,360,175	491,433	424,899	363,064	478,334	602,444
Taxable income: Number.....	1,391,638	919,658	225,552	120,215	98,748	27,465
Amount.....	48,994,192	11,923,504	9,041,697	7,210,693	9,545,572	11,272,727
Total tax credits: <sup>6</sup> Number.....	564,548	355,375	100,314	59,600	39,147	10,112
Amount.....	617,740	274,536	167,836	102,073	48,636	24,659
Child tax credit: Number.....	389,409	233,329	83,058	47,017	25,996	9
Amount.....	438,217	190,978	133,074	78,314	35,843	9
Child care credit: Number.....	99,221	48,386	23,880	15,131	10,327	1,497
Amount.....	51,777	25,315	12,365	7,988	5,311	798
Earned income credit: <sup>7</sup> Number.....	431,190	431,190	--	--	--	--
Amount.....	824,156	824,156	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	391,598	391,598	--	--	--	--
Amount.....	756,945	756,945	--	--	--	--
Alternative minimum tax: Number.....	26,054	391	846	1,031	7,204	16,582
Amount.....	92,914	813	953	1,502	13,979	75,668
Income tax: <sup>9</sup> Number.....	1,189,004	724,138	219,169	119,599	98,632	27,466
Amount.....	7,792,982	1,192,734	1,105,223	973,924	1,687,720	2,833,380
Total tax liability: <sup>10</sup> Number.....	1,285,216	817,733	221,398	119,879	98,731	27,475
Amount.....	8,312,118	1,400,405	1,187,633	1,033,983	1,779,350	2,910,747
Tax due at time of filing: <sup>11</sup> Number.....	325,473	171,463	60,508	35,269	42,763	15,470
Amount.....	1,102,213	163,763	113,243	90,388	215,555	519,264
Overpayments: <sup>12</sup> Number.....	1,439,559	1,141,527	159,663	80,828	50,168	7,373
Amount.....	2,992,819	2,061,806	383,436	235,916	199,964	111,698

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>SOUTH DAKOTA</b>						
<b>Number of returns.....</b>	<b>362,240</b>	<b>269,398</b>	<b>50,778</b>	<b>21,795</b>	<b>15,194</b>	<b>5,075</b>
Number of joint returns.....	156,041	74,935	42,887	19,982	13,758	4,479
Number with paid preparer's signature.....	225,892	162,946	32,857	14,386	11,184	4,519
Number of exemptions.....	713,099	443,805	143,736	65,464	45,181	14,913
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>14,818,868</b>	<b>5,073,290</b>	<b>3,110,666</b>	<b>1,859,946</b>	<b>1,979,141</b>	<b>2,795,825</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	307,541	224,820	45,831	19,611	13,106	4,173
Amount.....	10,093,199	4,225,318	2,411,023	1,375,492	1,226,189	855,178
Taxable interest: Number.....	156,856	94,519	29,573	15,502	12,438	4,824
Amount.....	365,533	141,670	52,131	35,474	45,921	90,337
Ordinary dividends: Number.....	86,126	46,732	16,661	9,822	8,926	3,985
Amount.....	256,115	59,836	26,438	21,801	41,206	106,834
Business or profession net income (less loss):						
Number.....	58,872	37,401	11,069	4,888	3,961	1,553
Amount.....	547,769	180,242	103,559	64,098	107,178	92,691
Number of farm returns.....	32,706	22,801	5,290	2,252	1,696	667
Net capital gain (less loss) in AGI: Number.....	82,618	46,265	14,807	8,810	8,581	4,155
Amount.....	1,124,152	122,399	70,131	64,143	142,669	724,809
Taxable Individual Retirement Arrangements						
distributions: Number.....	27,733	18,329	4,779	2,330	1,779	516
Amount.....	219,050	92,473	44,927	30,375	35,982	15,292
Pensions and annuities in AGI: Number.....	59,156	38,103	11,116	5,306	3,650	981
Amount.....	840,689	391,481	199,743	119,156	100,568	29,740
Unemployment compensation: Number.....	12,293	9,856	1,801	433	182	21
Amount.....	31,542	24,451	5,005	1,323	664	100
Social Security benefits in AGI: Number.....	33,647	18,360	7,862	3,583	2,786	1,056
Amount.....	283,774	76,160	92,599	52,527	43,894	18,595
Self-employment retirement plans: Number.....	3,039	568	543	462	869	597
Amount.....	37,706	2,572	3,521	3,781	12,638	15,194
Total itemized deductions: <sup>5</sup> Number.....	66,654	26,732	15,868	10,688	9,900	3,466
Amount.....	1,169,887	361,154	237,225	177,348	205,418	188,741
State and local income taxes: Number.....	7,137	2,355	1,661	1,190	1,245	686
Amount.....	30,162	2,508	3,104	2,954	4,916	16,680
State and local general sales tax: Number.....	56,045	22,094	13,516	9,183	8,452	2,800
Amount.....	67,979	14,226	16,391	13,594	15,794	7,974
Real estate taxes: Number.....	58,182	20,841	14,454	10,112	9,390	3,385
Amount.....	147,329	37,951	30,961	25,901	30,720	21,796
Taxes paid: Number.....	66,117	26,120	15,847	10,703	9,903	3,544
Amount.....	250,450	56,134	51,550	43,239	52,340	47,187
Interest paid: Number.....	52,720	17,541	13,773	9,680	8,802	2,924
Amount.....	411,488	102,494	96,875	75,308	80,359	56,453
Contributions: Number.....	55,544	19,202	13,633	9,834	9,418	3,457
Amount.....	262,701	39,209	36,612	32,240	49,380	105,261
Taxable income: Number.....	279,421	186,704	50,680	21,778	15,185	5,074
Amount.....	10,148,248	2,517,585	2,099,006	1,373,166	1,584,183	2,574,309
Total tax credits: <sup>6</sup> Number.....	112,199	65,440	26,492	11,715	6,513	2,039
Amount.....	140,913	53,200	50,103	22,307	8,721	6,583
Child tax credit: Number.....	69,269	35,120	21,038	8,876	4,230	5
Amount.....	93,585	33,113	37,403	16,513	6,544	11
Child care credit: Number.....	23,425	9,954	8,127	3,256	1,796	292
Amount.....	10,797	4,382	3,961	1,534	789	131
Earned income credit: <sup>7</sup> Number.....	55,869	55,869	--	--	--	--
Amount.....	92,564	92,564	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	48,070	48,070	--	--	--	--
Amount.....	82,202	82,202	--	--	--	--
Alternative minimum tax: Number.....	2,141	70	126	155	537	1,253
Amount.....	8,120	145	159	263	1,179	6,374
Income tax: <sup>9</sup> Number.....	246,473	155,718	48,840	21,666	15,175	5,074
Amount.....	1,669,140	253,600	235,620	181,061	280,889	717,970
Total tax liability: <sup>10</sup> Number.....	269,203	177,618	49,604	21,722	15,185	5,074
Amount.....	1,814,458	312,535	264,692	198,624	304,806	733,802
Tax due at time of filing: <sup>11</sup> Number.....	75,964	42,763	15,283	7,493	2,958	958
Amount.....	317,909	47,561	37,737	28,424	59,314	144,874
Overpayments: <sup>12</sup> Number.....	264,540	210,042	33,706	13,317	6,375	1,100
Amount.....	475,334	314,528	78,949	38,565	26,216	17,075

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>TENNESSEE</b>						
<b>Number of returns.....</b>	<b>2,606,931</b>	<b>1,917,791</b>	<b>336,893</b>	<b>167,435</b>	<b>140,472</b>	<b>44,340</b>
Number of joint returns.....	1,075,443	513,481	251,120	146,046	125,687	39,109
Number with paid preparer's signature.....	1,536,297	1,131,966	195,380	92,385	81,382	35,184
Number of exemptions.....	5,304,986	3,444,537	857,060	467,705	404,856	130,828
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>114,815,245</b>	<b>37,583,563</b>	<b>20,628,077</b>	<b>14,375,900</b>	<b>18,393,910</b>	<b>23,833,794</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	2,248,878	1,622,330	309,162	154,229	126,596	36,561
Amount.....	87,190,594	32,539,881	17,121,806	11,782,593	13,835,025	11,911,288
Taxable interest: Number.....	916,339	480,266	174,110	109,910	110,663	41,390
Amount.....	1,760,588	595,938	214,943	152,705	248,079	548,923
Ordinary dividends: Number.....	433,846	198,252	76,702	55,395	69,536	33,961
Amount.....	1,755,662	315,230	150,519	132,233	288,931	868,749
Business or profession net income (less loss):						
Number.....	434,186	285,633	62,631	34,570	35,632	15,720
Amount.....	5,511,631	1,449,095	649,054	517,625	1,191,427	1,704,429
Number of farm returns.....	80,968	48,687	14,847	7,913	6,465	3,056
Net capital gain (less loss) in AGI: Number.....	360,481	161,600	60,143	44,251	60,849	33,638
Amount.....	6,677,016	304,204	186,359	213,522	648,742	5,324,190
Taxable Individual Retirement Arrangements distributions: Number.....	149,237	89,801	26,450	15,100	13,769	4,117
Amount.....	1,643,988	573,484	311,076	240,785	344,028	174,616
Pensions and annuities in AGI: Number.....	435,493	274,858	75,907	40,556	35,041	9,131
Amount.....	6,655,936	3,015,754	1,394,296	911,394	1,011,218	323,275
Unemployment compensation: Number.....	166,248	131,246	22,490	7,849	4,187	476
Amount.....	456,943	349,286	65,350	25,152	15,258	1,896
Social Security benefits in AGI: Number.....	205,734	107,175	48,676	23,252	19,494	7,137
Amount.....	1,858,263	449,803	586,022	357,738	330,545	134,156
Self-employment retirement plans: Number.....	19,613	2,555	2,144	2,313	6,217	6,384
Amount.....	320,514	13,274	16,509	20,991	93,482	176,258
Total itemized deductions: <sup>5</sup> Number.....	657,196	256,504	151,363	103,810	109,798	35,721
Amount.....	12,183,664	3,545,968	2,367,445	1,838,627	2,462,484	1,969,139
State and local income taxes: Number.....	80,974	26,191	16,575	12,341	16,492	9,375
Amount.....	309,274	34,257	34,116	31,878	62,455	146,568
State and local general sales tax: Number.....	532,703	203,634	125,952	86,933	89,926	26,258
Amount.....	1,078,108	266,848	244,079	199,842	248,558	118,781
Real estate taxes: Number.....	577,887	205,950	135,993	96,919	104,441	34,584
Amount.....	1,088,260	270,105	195,936	167,390	256,774	198,054
Taxes paid: Number.....	651,425	250,995	150,635	103,670	109,848	36,277
Amount.....	2,537,038	591,711	486,471	407,420	580,319	471,117
Interest paid: Number.....	562,911	200,988	135,587	95,302	100,011	31,023
Amount.....	4,740,764	1,345,295	994,832	783,065	996,124	621,448
Contributions: Number.....	563,748	197,193	131,945	95,310	104,181	35,119
Amount.....	3,027,271	528,458	473,484	416,792	639,935	968,603
Taxable income: Number.....	1,988,480	1,300,466	336,142	167,252	140,325	44,295
Amount.....	77,989,263	17,539,995	13,920,226	10,488,770	14,399,847	21,640,425
Total tax credits: <sup>6</sup> Number.....	773,680	475,835	148,685	80,412	53,192	15,556
Amount.....	867,459	380,987	249,301	138,592	66,025	32,555
Child tax credit: Number.....	537,637	310,459	125,203	65,064	36,899	12
Amount.....	629,123	268,859	201,160	108,311	50,783	8
Child care credit: Number.....	123,231	57,017	31,141	18,706	14,024	2,343
Amount.....	61,849	28,853	15,086	9,610	7,056	1,243
Earned income credit: <sup>7</sup> Number.....	551,439	551,439	--	--	--	--
Amount.....	1,021,754	1,021,754	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	488,093	488,093	--	--	--	--
Amount.....	907,387	907,387	--	--	--	--
Alternative minimum tax: Number.....	17,623	481	881	1,154	5,280	9,827
Amount.....	76,682	2,793	1,392	1,904	11,808	58,785
Income tax: <sup>9</sup> Number.....	1,735,014	1,055,485	328,430	166,568	140,227	44,304
Amount.....	13,252,668	1,790,009	1,724,478	1,467,895	2,634,217	5,636,067
Total tax liability: <sup>10</sup> Number.....	1,893,968	1,211,168	331,223	166,908	140,351	44,318
Amount.....	14,305,195	2,164,967	1,874,800	1,581,029	2,837,026	5,847,372
Tax due at time of filing: <sup>11</sup> Number.....	412,331	222,952	71,343	41,090	53,387	23,559
Amount.....	1,654,070	235,451	153,158	127,563	304,008	833,892
Overpayments: <sup>12</sup> Number.....	2,080,583	1,610,479	257,366	120,799	78,529	13,410
Amount.....	4,525,408	2,949,640	674,451	385,649	319,443	196,224

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>TEXAS</b>						
<b>Number of returns.....</b>	<b>9,431,995</b>	<b>6,818,812</b>	<b>1,122,225</b>	<b>640,681</b>	<b>652,359</b>	<b>197,918</b>
Number of joint returns.....	3,805,130	1,779,352	750,658	529,021	573,202	172,897
Number with paid preparer's signature.....	5,220,550	3,851,746	578,740	314,124	331,784	144,156
Number of exemptions.....	20,462,286	13,282,084	2,873,527	1,804,723	1,914,241	587,711
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>448,956,879</b>	<b>129,578,115</b>	<b>68,898,102</b>	<b>55,225,139</b>	<b>86,141,455</b>	<b>109,114,068</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	8,132,277	5,760,881	1,015,011	587,919	599,258	169,208
Amount.....	338,710,155	115,154,773	56,786,244	45,454,186	68,063,018	53,251,935
Taxable interest: Number.....	3,100,822	1,447,574	552,263	406,989	509,627	184,369
Amount.....	7,603,152	2,019,919	782,545	612,941	1,097,311	3,090,436
Ordinary dividends: Number.....	1,627,539	655,546	268,418	220,617	330,675	152,283
Amount.....	7,775,791	1,188,304	557,889	513,150	1,177,647	4,338,801
Business or profession net income (less loss):						
Number.....	1,712,524	1,127,971	218,426	139,365	160,578	66,184
Amount.....	18,836,805	5,800,172	1,962,513	1,664,616	3,939,523	5,469,980
Number of farm returns.....	240,000	122,922	44,231	28,653	29,916	14,278
Net capital gain (less loss) in AGI: Number.....	1,433,415	571,471	226,960	187,146	296,696	151,142
Amount.....	26,138,888	963,042	513,279	615,876	2,122,292	21,924,399
Taxable Individual Retirement Arrangements distributions: Number.....	527,982	280,129	99,947	64,195	66,201	17,510
Amount.....	7,099,066	1,974,268	1,286,129	1,136,293	1,846,285	856,091
Pensions and annuities in AGI: Number.....	1,385,509	783,559	252,111	156,618	156,080	37,141
Amount.....	23,936,980	9,130,864	5,074,961	3,705,878	4,579,668	1,445,610
Unemployment compensation: Number.....	447,638	341,406	54,847	26,730	21,729	2,926
Amount.....	1,552,023	1,135,966	209,849	104,788	88,399	13,020
Social Security benefits in AGI: Number.....	644,343	300,081	155,211	84,076	77,332	27,643
Amount.....	6,117,360	1,315,316	1,825,920	1,226,485	1,248,065	501,573
Self-employment retirement plans: Number.....	65,552	9,666	7,446	7,960	20,456	20,024
Amount.....	1,045,250	57,834	57,211	74,761	303,053	552,391
Total itemized deductions: <sup>5</sup> Number.....	2,388,843	800,476	504,621	402,374	519,334	162,038
Amount.....	48,614,054	12,245,867	8,258,161	7,353,201	11,862,861	8,893,963
State and local income taxes: Number.....	265,770	79,448	51,476	41,961	62,982	29,903
Amount.....	919,460	114,946	86,528	102,984	189,877	425,125
State and local general sales tax: Number.....	1,883,985	587,945	403,500	331,839	431,174	129,527
Amount.....	3,241,006	597,672	625,449	591,623	970,013	456,249
Real estate taxes: Number.....	2,088,581	613,776	447,384	375,226	495,288	156,907
Amount.....	9,546,423	1,880,075	1,541,386	1,532,473	2,727,859	1,864,630
Taxes paid: Number.....	2,359,640	771,889	501,363	402,151	519,869	164,368
Amount.....	14,795,116	3,414,516	2,332,781	2,288,722	3,963,339	2,795,758
Interest paid: Number.....	2,008,361	582,536	438,078	366,811	477,305	143,631
Amount.....	17,658,406	4,356,251	2,959,951	2,773,728	4,467,941	3,100,535
Contributions: Number.....	1,991,596	579,452	422,226	355,103	478,954	155,861
Amount.....	9,927,577	1,406,893	1,312,208	1,284,183	2,315,797	3,608,497
Taxable income: Number.....	7,018,459	4,410,713	1,118,571	639,759	651,667	197,749
Amount.....	312,126,618	58,546,739	46,505,263	40,145,382	67,208,543	99,720,690
Total tax credits: <sup>6</sup> Number.....	3,010,785	1,841,552	510,709	321,510	263,320	73,694
Amount.....	3,721,420	1,500,823	892,126	574,476	354,843	399,152
Child tax credit: Number.....	2,107,389	1,247,495	422,165	258,633	179,041	55
Amount.....	2,438,981	1,044,598	706,675	441,540	246,109	57
Child care credit: Number.....	442,576	189,781	99,484	72,138	69,537	11,636
Amount.....	238,589	102,372	52,903	39,867	37,133	6,314
Earned income credit: <sup>7</sup> Number.....	2,220,726	2,220,726	--	--	--	--
Amount.....	4,509,906	4,509,906	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	1,999,612	1,999,612	--	--	--	--
Amount.....	3,970,849	3,970,849	--	--	--	--
Alternative minimum tax: Number.....	118,352	2,224	5,931	8,724	43,320	58,153
Amount.....	414,662	9,586	7,348	12,797	84,065	300,866
Income tax: <sup>9</sup> Number.....	5,915,840	3,347,479	1,083,083	636,408	651,087	197,783
Amount.....	56,401,524	5,822,158	5,887,094	5,703,513	12,441,680	26,547,081
Total tax liability: <sup>10</sup> Number.....	6,605,135	4,022,722	1,094,828	638,066	651,676	197,843
Amount.....	59,941,679	7,225,281	6,352,676	6,076,354	13,104,397	27,182,970
Tax due at time of filing: <sup>11</sup> Number.....	1,540,426	792,295	249,298	158,861	239,251	100,721
Amount.....	6,423,872	817,820	534,015	468,296	1,216,874	3,386,868
Overpayments: <sup>12</sup> Number.....	7,449,100	5,708,331	841,125	459,527	376,967	63,150
Amount.....	17,707,500	11,380,629	2,283,041	1,513,344	1,592,080	938,406

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>UTAH</b>						
<b>Number of returns.....</b>	<b>996,414</b>	<b>701,242</b>	<b>146,359</b>	<b>74,170</b>	<b>58,594</b>	<b>16,049</b>
Number of joint returns.....	479,868	226,130	118,155	67,230	53,915	14,438
Number with paid preparer's signature.....	515,669	349,965	79,066	39,364	34,389	12,885
Number of exemptions.....	2,327,915	1,357,258	466,018	249,781	199,694	55,164
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>44,972,147</b>	<b>13,676,747</b>	<b>8,968,526</b>	<b>6,365,523</b>	<b>7,597,690</b>	<b>8,363,660</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	875,836	604,522	134,808	68,878	53,877	13,751
Amount.....	33,823,382	12,200,260	7,472,269	5,212,671	5,669,109	3,269,075
Taxable interest: Number.....	456,928	240,374	93,699	56,979	50,529	15,347
Amount.....	709,814	205,006	83,724	67,846	110,589	242,649
Ordinary dividends: Number.....	173,024	79,931	32,346	23,345	26,342	11,060
Amount.....	629,002	112,062	50,354	43,005	93,055	330,525
Business or profession net income (less loss):						
Number.....	159,395	94,893	29,774	15,950	14,083	4,695
Amount.....	1,089,541	326,623	155,642	123,689	238,663	244,924
Number of farm returns.....	14,313	7,919	2,966	1,605	1,294	529
Net capital gain (less loss) in AGI: Number.....	160,342	72,533	29,193	21,019	25,697	11,900
Amount.....	2,533,060	135,932	87,934	104,938	315,957	1,888,299
Taxable Individual Retirement Arrangements						
distributions: Number.....	54,994	32,067	10,692	6,084	4,923	1,228
Amount.....	590,281	201,300	119,137	96,652	124,951	48,242
Pensions and annuities in AGI: Number.....	151,295	89,861	29,292	16,330	13,100	2,712
Amount.....	2,698,041	1,170,490	613,690	403,484	405,916	104,461
Unemployment compensation: Number.....	51,422	39,094	8,037	2,884	1,290	117
Amount.....	154,970	113,172	26,459	9,938	4,895	507
Social Security benefits in AGI: Number.....	72,557	36,441	17,875	8,925	7,097	2,219
Amount.....	661,150	155,133	211,356	135,776	119,220	39,666
Self-employment retirement plans: Number.....	4,448	758	600	589	1,384	1,117
Amount.....	64,321	3,946	4,596	5,593	20,607	29,579
Total itemized deductions: <sup>5</sup> Number.....	399,976	152,862	109,829	66,047	55,842	15,396
Amount.....	8,486,918	2,349,860	1,936,648	1,381,091	1,576,022	1,243,297
State and local income taxes: Number.....	342,626	109,157	101,931	63,219	53,556	14,763
Amount.....	1,535,101	176,415	300,959	270,916	361,915	424,896
State and local general sales tax: Number.....	53,140	40,000	7,636	2,736	2,148	620
Amount.....	106,352	33,753	55,616	7,541	6,586	2,856
Real estate taxes: Number.....	366,102	131,785	102,644	63,089	53,733	14,851
Amount.....	591,288	169,394	138,040	100,852	114,970	68,030
Taxes paid: Number.....	400,876	153,413	110,050	66,120	55,865	15,428
Amount.....	2,463,418	570,474	508,468	389,616	494,203	500,657
Interest paid: Number.....	346,552	125,248	99,239	59,911	49,652	12,502
Amount.....	3,003,614	937,341	786,121	515,919	517,778	246,457
Contributions: Number.....	363,102	128,774	102,251	63,039	54,005	15,033
Amount.....	2,323,832	406,658	468,347	379,037	478,194	591,596
Taxable income: Number.....	770,060	475,733	145,745	74,050	58,515	16,017
Amount.....	27,886,797	6,007,239	5,304,370	4,139,035	5,385,093	7,051,060
Total tax credits: <sup>6</sup> Number.....	346,680	192,104	82,374	41,976	25,588	4,638
Amount.....	468,972	158,915	157,890	89,129	43,340	19,698
Child tax credit: Number.....	247,642	119,670	71,648	35,774	20,488	62
Amount.....	354,863	108,073	133,825	75,290	37,629	45
Child care credit: Number.....	35,524	14,697	11,035	5,685	3,613	494
Amount.....	15,892	6,495	4,895	2,616	1,657	229
Earned income credit: <sup>7</sup> Number.....	143,034	143,034	--	--	--	--
Amount.....	249,399	249,399	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	127,465	127,465	--	--	--	--
Amount.....	221,398	221,398	--	--	--	--
Alternative minimum tax: Number.....	13,765	307	353	545	4,525	8,035
Amount.....	47,781	1,091	546	840	7,944	37,361
Income tax: <sup>9</sup> Number.....	646,503	371,320	128,875	72,030	58,252	16,026
Amount.....	4,387,744	572,930	569,554	515,247	921,127	1,808,886
Total tax liability: <sup>10</sup> Number.....	702,620	421,681	133,837	72,691	58,380	16,031
Amount.....	4,633,683	669,909	611,280	545,282	964,633	1,842,578
Tax due at time of filing: <sup>11</sup> Number.....	183,818	94,838	34,654	20,805	24,666	8,855
Amount.....	630,670	79,732	59,050	50,446	125,645	315,796
Overpayments: <sup>12</sup> Number.....	768,634	572,525	108,873	51,485	31,019	4,732
Amount.....	1,522,453	888,398	280,031	155,436	132,120	66,468

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

(Money amounts are in thousands of dollars)

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>VERMONT</b>						
<b>Number of returns.....</b>	<b>306,271</b>	<b>216,898</b>	<b>43,386</b>	<b>22,552</b>	<b>18,299</b>	<b>5,136</b>
Number of joint returns.....	124,482	51,608	32,556	19,793	16,107	4,418
Number with paid preparer's signature.....	164,249	110,942	25,214	12,660	11,106	4,327
Number of exemptions.....	571,250	329,398	110,547	64,086	52,702	14,517
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>13,620,210</b>	<b>4,269,372</b>	<b>2,665,044</b>	<b>1,935,718</b>	<b>2,397,492</b>	<b>2,352,583</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	258,948	177,945	39,767	20,739	16,281	4,216
Amount.....	9,701,441	3,512,252	2,132,742	1,532,345	1,649,101	875,000
Taxable interest: Number.....	156,363	87,277	29,573	18,121	16,411	4,981
Amount.....	241,246	86,032	32,386	24,219	39,143	59,466
Ordinary dividends: Number.....	86,568	43,910	15,793	10,708	11,871	4,286
Amount.....	389,421	84,180	43,077	35,669	79,470	147,026
Business or profession net income (less loss):						
Number.....	58,321	36,786	9,941	5,192	4,728	1,674
Amount.....	678,311	241,507	117,855	83,053	129,984	105,910
Number of farm returns.....	4,219	2,739	647	358	331	144
Net capital gain (less loss) in AGI: Number.....	68,574	34,054	11,817	8,183	10,314	4,206
Amount.....	963,762	58,805	48,684	52,874	162,589	640,811
Taxable Individual Retirement Arrangements distributions: Number.....	22,341	14,035	3,709	2,040	1,963	594
Amount.....	214,080	75,781	36,322	29,970	46,911	25,095
Pensions and annuities in AGI: Number.....	49,422	30,851	8,583	4,740	4,134	1,114
Amount.....	739,743	317,535	155,202	104,185	119,826	42,995
Unemployment compensation: Number.....	24,630	19,016	3,770	1,196	570	78
Amount.....	77,312	57,101	12,905	4,507	2,383	416
Social Security benefits in AGI: Number.....	26,278	13,217	6,187	2,985	2,827	1,062
Amount.....	239,905	57,335	73,887	44,413	45,990	18,280
Self-employment retirement plans: Number.....	3,882	925	758	601	1,041	557
Amount.....	45,433	5,110	5,484	5,406	15,778	13,655
Total itemized deductions: <sup>5</sup> Number.....	91,509	32,092	21,291	16,535	16,732	4,859
Amount.....	1,663,898	406,987	307,707	275,008	382,334	291,862
State and local income taxes: Number.....	80,490	23,556	19,862	16,016	16,295	4,761
Amount.....	366,316	31,050	44,704	52,746	100,832	136,984
State and local general sales tax: Number.....	10,039	7,515	1,451	527	421	125
Amount.....	9,173	4,233	2,379	1,178	1,055	328
Real estate taxes: Number.....	86,037	28,860	20,311	15,918	16,184	4,764
Amount.....	329,769	80,347	64,531	60,189	81,537	43,164
Taxes paid: Number.....	91,911	32,224	21,438	16,597	16,755	4,897
Amount.....	717,182	117,443	113,307	115,824	185,358	185,250
Interest paid: Number.....	77,807	25,306	19,160	15,026	14,463	3,852
Amount.....	555,458	147,390	127,608	105,322	118,856	56,284
Contributions: Number.....	74,167	21,996	17,405	14,462	15,597	4,707
Amount.....	212,733	29,467	29,149	28,374	49,836	75,909
Taxable income: Number.....	243,798	154,612	43,268	22,510	18,277	5,131
Amount.....	9,322,182	2,225,675	1,813,427	1,405,601	1,838,215	2,039,265
Total tax credits: <sup>6</sup> Number.....	89,398	46,401	20,256	11,955	8,330	2,456
Amount.....	107,783	36,977	34,433	20,917	9,834	5,622
Child tax credit: Number.....	54,390	25,076	15,643	8,850	4,821	--
Amount.....	71,729	24,139	25,785	14,983	6,822	--
Child care credit: Number.....	13,928	4,838	4,264	2,657	1,827	342
Amount.....	6,769	2,202	2,140	1,374	887	167
Earned income credit: <sup>7</sup> Number.....	38,471	38,471	--	--	--	--
Amount.....	57,396	57,396	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	30,905	30,905	--	--	--	--
Amount.....	47,524	47,524	--	--	--	--
Alternative minimum tax: Number.....	5,883	54	94	181	1,880	3,674
Amount.....	24,721	249	161	272	3,324	20,715
Income tax: <sup>9</sup> Number.....	223,210	135,254	42,165	22,392	18,266	5,133
Amount.....	1,465,994	240,819	219,663	189,541	324,488	491,483
Total tax liability: <sup>10</sup> Number.....	240,138	151,665	42,606	22,450	18,282	5,135
Amount.....	1,589,726	292,650	242,193	204,856	345,968	504,058
Tax due at time of filing: <sup>11</sup> Number.....	59,789	32,487	10,906	6,091	7,460	2,845
Amount.....	194,251	31,766	20,223	16,240	39,693	86,326
Overpayments: <sup>12</sup> Number.....	226,847	170,000	30,803	15,428	9,349	1,267
Amount.....	411,290	238,994	72,868	46,060	37,236	16,134

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>VIRGINIA</b>						
<b>Number of returns.....</b>	<b>3,491,196</b>	<b>2,232,828</b>	<b>499,318</b>	<b>304,939</b>	<b>353,608</b>	<b>100,503</b>
Number of joint returns.....	1,421,219	482,104	309,079	235,817	304,830	89,389
Number with paid preparer's signature.....	1,768,458	1,139,010	251,348	144,296	166,173	67,631
Number of exemptions.....	6,930,362	3,639,701	1,177,201	811,086	1,007,335	295,039
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>197,533,109</b>	<b>46,104,204</b>	<b>30,750,284</b>	<b>26,336,533</b>	<b>47,310,132</b>	<b>47,031,955</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	3,046,642	1,899,692	450,762	279,512	328,088	88,588
Amount.....	146,928,381	39,533,743	25,032,852	21,449,773	37,412,221	23,499,792
Taxable interest: Number.....	1,548,378	647,106	289,974	218,918	297,351	95,029
Amount.....	2,750,474	707,040	335,764	273,276	499,190	935,203
Ordinary dividends: Number.....	880,547	318,291	151,243	127,452	202,910	80,651
Amount.....	3,661,371	553,869	351,481	341,369	802,353	1,612,301
Business or profession net income (less loss):						
Number.....	476,526	257,649	74,705	51,050	68,288	24,834
Amount.....	6,323,885	1,513,053	703,957	603,118	1,601,554	1,902,202
Number of farm returns.....	42,473	23,165	7,619	4,453	4,792	2,444
Net capital gain (less loss) in AGI: Number.....	698,657	239,343	113,209	98,409	170,334	77,362
Amount.....	11,203,701	336,174	256,902	331,684	1,310,577	8,968,364
Taxable Individual Retirement Arrangements distributions: Number.....	212,547	105,654	40,987	27,032	30,192	8,682
Amount.....	2,245,285	606,658	397,701	350,871	589,984	300,071
Pensions and annuities in AGI: Number.....	656,533	325,167	120,883	80,717	102,047	27,719
Amount.....	13,654,115	4,040,219	2,700,080	2,199,896	3,477,061	1,236,860
Unemployment compensation: Number.....	135,053	100,810	18,633	8,147	6,579	884
Amount.....	381,561	272,151	55,905	26,744	23,381	3,379
Social Security benefits in AGI: Number.....	304,814	132,869	73,557	41,951	42,534	13,903
Amount.....	2,938,207	584,480	844,029	600,878	662,640	246,181
Self-employment retirement plans: Number.....	35,269	3,870	3,298	3,959	12,177	11,965
Amount.....	598,551	21,588	24,323	35,397	165,081	352,164
Total itemized deductions: <sup>5</sup> Number.....	1,411,199	430,922	306,334	246,280	330,080	97,583
Amount.....	30,786,779	6,154,954	5,188,926	4,870,885	8,808,345	5,763,672
State and local income taxes: Number.....	1,283,422	341,029	287,394	236,313	322,620	96,066
Amount.....	6,733,996	526,753	800,842	949,141	2,110,911	2,346,349
State and local general sales tax: Number.....	109,568	74,088	17,509	9,260	6,941	1,770
Amount.....	156,454	71,575	31,915	20,001	25,645	7,318
Real estate taxes: Number.....	1,267,085	339,148	281,559	233,223	317,799	95,356
Amount.....	3,485,641	592,058	582,075	567,742	1,122,011	621,757
Taxes paid: Number.....	1,413,550	431,070	307,434	246,742	330,340	97,964
Amount.....	10,830,982	1,273,724	1,489,867	1,611,526	3,396,298	3,059,567
Interest paid: Number.....	1,210,085	323,559	272,285	225,075	302,151	87,015
Amount.....	12,498,230	2,518,756	2,274,417	2,148,998	3,695,365	1,860,694
Contributions: Number.....	1,239,949	338,735	269,394	225,417	311,820	94,583
Amount.....	4,809,374	708,460	704,555	678,752	1,245,982	1,471,625
Taxable income: Number.....	2,855,969	1,600,546	497,260	304,456	353,282	100,425
Amount.....	137,699,571	22,786,995	20,349,779	18,438,521	35,202,778	40,921,498
Total tax credits: <sup>6</sup> Number.....	1,075,138	538,434	207,164	146,231	143,287	40,022
Amount.....	1,244,590	430,738	333,339	245,274	160,213	75,026
Child tax credit: Number.....	693,838	323,395	166,595	114,194	89,615	39
Amount.....	864,150	284,629	265,529	192,095	121,858	39
Child care credit: Number.....	186,397	68,419	40,088	30,782	38,578	8,530
Amount.....	98,509	36,038	20,707	16,483	20,734	4,546
Earned income credit: <sup>7</sup> Number.....	500,323	500,323	--	--	--	--
Amount.....	874,558	874,558	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	440,525	440,525	--	--	--	--
Amount.....	788,020	788,020	--	--	--	--
Alternative minimum tax: Number.....	89,067	670	1,847	2,841	26,037	57,672
Amount.....	298,749	1,832	2,502	4,420	45,069	244,926
Income tax: <sup>9</sup> Number.....	2,580,266	1,342,459	481,817	302,543	352,989	100,458
Amount.....	24,697,981	2,450,019	2,659,767	2,637,005	6,442,961	10,508,227
Total tax liability: <sup>10</sup> Number.....	2,721,882	1,478,175	486,670	303,323	353,239	100,475
Amount.....	25,919,805	2,807,259	2,819,915	2,767,200	6,715,958	10,809,471
Tax due at time of filing: <sup>11</sup> Number.....	692,094	304,277	117,805	76,808	137,065	56,139
Amount.....	2,729,658	288,838	210,119	184,557	572,136	1,474,008
Overpayments: <sup>12</sup> Number.....	2,652,550	1,832,456	369,453	219,325	200,904	30,412
Amount.....	5,819,603	3,066,619	930,334	686,198	788,279	348,173

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>WASHINGTON</b>						
<b>Number of returns.....</b>	<b>2,860,940</b>	<b>1,867,871</b>	<b>435,316</b>	<b>253,396</b>	<b>236,609</b>	<b>67,748</b>
Number of joint returns.....	1,212,596	456,715	283,702	207,976	206,242	57,961
Number with paid preparer's signature.....	1,369,482	860,537	212,910	121,953	124,143	49,939
Number of exemptions.....	5,758,748	3,134,418	1,067,916	693,326	669,698	193,390
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>153,790,759</b>	<b>37,738,111</b>	<b>26,786,876</b>	<b>21,832,463</b>	<b>31,035,428</b>	<b>36,397,880</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	2,412,631	1,525,406	387,731	230,360	213,269	55,865
Amount.....	109,518,158	31,988,777	21,433,479	17,568,275	23,278,839	15,248,789
Taxable interest: Number.....	1,320,323	619,852	257,675	181,235	197,217	64,344
Amount.....	2,905,780	801,256	345,037	265,786	462,906	1,030,795
Ordinary dividends: Number.....	757,271	315,292	138,943	108,966	139,064	55,006
Amount.....	4,866,330	652,329	351,440	321,848	728,956	2,811,759
Business or profession net income (less loss):						
Number.....	405,054	224,914	70,868	44,379	47,617	17,276
Amount.....	5,529,625	1,261,475	793,040	650,896	1,360,642	1,463,572
Number of farm returns.....	28,151	14,612	5,345	3,347	3,330	1,517
Net capital gain (less loss) in AGI: Number.....	644,163	264,805	113,063	88,989	122,382	54,924
Amount.....	11,131,531	364,572	291,621	384,550	1,369,911	8,720,877
Taxable Individual Retirement Arrangements distributions: Number.....	201,580	109,678	38,549	24,106	22,830	6,417
Amount.....	2,461,190	703,251	463,524	402,941	596,141	295,334
Pensions and annuities in AGI: Number.....	503,651	282,711	95,866	58,478	53,858	12,738
Amount.....	9,333,232	3,679,862	2,042,170	1,445,497	1,665,369	500,335
Unemployment compensation: Number.....	262,862	180,606	45,936	21,376	13,411	1,533
Amount.....	1,058,070	664,302	206,835	103,505	73,861	9,567
Social Security benefits in AGI: Number.....	270,208	127,481	65,826	35,104	30,923	10,874
Amount.....	2,610,018	577,594	805,191	539,267	498,788	189,178
Self-employment retirement plans: Number.....	28,798	5,015	3,946	4,163	9,002	6,672
Amount.....	402,372	26,624	29,089	37,934	131,674	177,051
Total itemized deductions: <sup>5</sup> Number.....	1,051,131	353,671	255,712	186,583	198,821	56,344
Amount.....	21,500,314	5,604,665	4,237,216	3,592,932	4,796,042	3,269,458
State and local income taxes: Number.....	101,878	29,591	25,434	18,860	20,245	7,748
Amount.....	506,476	89,800	62,979	62,600	100,250	190,847
State and local general sales tax: Number.....	886,518	289,636	216,030	160,002	172,588	48,262
Amount.....	1,817,764	307,837	370,808	380,366	497,775	260,978
Real estate taxes: Number.....	977,589	309,803	239,767	178,872	193,203	55,944
Amount.....	3,039,658	726,571	604,359	524,366	747,897	436,466
Taxes paid: Number.....	1,047,860	349,936	255,189	186,428	198,988	57,319
Amount.....	5,908,404	1,531,932	1,077,034	997,308	1,385,139	916,991
Interest paid: Number.....	938,704	289,622	235,494	175,772	186,594	51,222
Amount.....	10,459,456	2,832,654	2,158,311	1,822,049	2,338,289	1,308,153
Contributions: Number.....	886,745	260,040	217,890	167,824	186,156	54,835
Amount.....	3,435,403	454,486	476,731	447,426	717,275	1,339,486
Taxable income: Number.....	2,318,794	1,328,248	433,589	252,966	236,310	67,681
Amount.....	109,337,728	19,208,020	17,750,764	15,541,989	23,853,388	32,983,566
Total tax credits: <sup>6</sup> Number.....	856,091	425,919	187,197	122,335	94,077	26,563
Amount.....	1,052,177	342,225	304,534	205,424	113,615	86,380
Child tax credit: Number.....	565,305	260,630	149,084	94,754	60,808	29
Amount.....	731,814	238,552	247,193	161,903	84,132	33
Child care credit: Number.....	113,876	41,488	27,308	20,896	20,234	3,950
Amount.....	56,264	19,859	13,230	10,794	10,273	2,108
Earned income credit: <sup>7</sup> Number.....	363,727	363,727	--	--	--	--
Amount.....	601,285	601,285	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	315,367	315,367	--	--	--	--
Amount.....	533,129	533,129	--	--	--	--
Alternative minimum tax: Number.....	35,311	630	1,137	1,826	11,032	20,686
Amount.....	150,265	2,917	1,720	3,288	25,518	116,822
Income tax: <sup>9</sup> Number.....	2,101,597	1,128,217	418,354	251,330	236,011	67,685
Amount.....	19,183,930	2,083,322	2,277,269	2,189,300	4,313,619	8,320,422
Total tax liability: <sup>10</sup> Number.....	2,216,167	1,237,282	422,916	252,031	236,229	67,709
Amount.....	20,226,234	2,416,360	2,445,006	2,321,361	4,539,687	8,503,819
Tax due at time of filing: <sup>11</sup> Number.....	544,707	256,620	99,363	62,957	89,491	36,276
Amount.....	2,389,762	249,000	198,711	171,552	456,642	1,313,857
Overpayments: <sup>12</sup> Number.....	2,145,794	1,491,759	321,832	180,781	132,308	19,114
Amount.....	4,568,375	2,362,694	832,199	569,671	545,023	258,788

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>WEST VIRGINIA</b>						
<b>Number of returns.....</b>	<b>747,838</b>	<b>561,440</b>	<b>102,160</b>	<b>46,292</b>	<b>30,682</b>	<b>7,264</b>
Number of joint returns.....	351,444	194,238	81,669	41,578	27,666	6,293
Number with paid preparer's signature.....	408,262	302,021	56,969	25,284	17,976	6,012
Number of exemptions.....	1,498,350	996,247	264,981	129,673	86,593	20,856
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>28,132,887</b>	<b>10,896,404</b>	<b>6,248,529</b>	<b>3,962,041</b>	<b>3,936,593</b>	<b>3,089,320</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	634,844	463,529	94,292	43,149	27,859	6,015
Amount.....	21,410,906	8,783,488	5,191,236	3,275,533	2,878,581	1,282,069
Taxable interest: Number.....	291,977	171,771	56,484	32,032	24,881	6,809
Amount.....	483,078	230,619	75,487	46,031	62,752	68,190
Ordinary dividends: Number.....	127,133	67,084	23,568	15,440	15,386	5,655
Amount.....	425,493	104,741	50,441	39,759	76,998	153,557
Business or profession net income (less loss):						
Number.....	94,837	62,161	14,819	7,847	7,071	2,939
Amount.....	1,078,826	287,271	129,032	101,339	225,790	335,392
Number of farm returns.....	14,211	9,091	2,633	1,257	911	319
Net capital gain (less loss) in AGI: Number.....	92,543	47,152	16,622	11,157	12,269	5,343
Amount.....	749,420	70,461	47,869	49,979	139,181	441,929
Taxable Individual Retirement Arrangements distributions: Number.....	46,988	30,958	7,944	4,068	3,220	798
Amount.....	440,419	175,544	89,931	65,034	78,180	31,731
Pensions and annuities in AGI: Number.....	155,975	109,106	24,551	11,990	8,658	1,670
Amount.....	2,245,116	1,249,821	438,530	253,648	242,277	60,839
Unemployment compensation: Number.....	59,014	45,381	9,344	2,996	1,215	78
Amount.....	169,369	120,286	32,028	11,068	5,613	373
Social Security benefits in AGI: Number.....	66,275	38,432	15,400	6,386	4,686	1,371
Amount.....	541,548	155,252	184,601	96,670	79,292	25,733
Self-employment retirement plans: Number.....	4,017	516	428	459	1,292	1,322
Amount.....	67,330	2,577	2,941	4,272	19,342	38,198
Total itemized deductions: <sup>5</sup> Number.....	130,571	40,810	32,278	25,642	24,981	6,860
Amount.....	2,286,056	555,871	472,341	415,795	518,083	323,968
State and local income taxes: Number.....	116,606	29,770	30,487	24,984	24,560	6,805
Amount.....	593,275	51,762	87,350	105,550	173,132	175,481
State and local general sales tax: Number.....	13,211	10,165	1,841	687	425	93
Amount.....	19,915	9,700	5,180	2,618	1,739	678
Real estate taxes: Number.....	114,247	31,768	28,795	23,874	23,418	6,392
Amount.....	126,472	25,603	24,993	23,949	32,614	19,313
Taxes paid: Number.....	131,013	40,892	32,460	25,733	25,022	6,906
Amount.....	779,070	94,866	126,132	140,618	217,505	199,949
Interest paid: Number.....	108,183	30,003	28,115	23,093	21,672	5,300
Amount.....	750,566	178,265	176,582	155,103	168,239	72,377
Contributions: Number.....	105,097	27,851	25,965	22,122	22,659	6,500
Amount.....	386,452	61,543	70,464	68,413	93,595	92,436
Taxable income: Number.....	557,600	371,406	102,020	46,252	30,663	7,259
Amount.....	18,040,409	4,957,494	4,305,125	2,946,084	3,096,289	2,735,419
Total tax credits: <sup>6</sup> Number.....	195,073	115,901	44,427	21,234	10,941	2,570
Amount.....	215,559	91,361	72,646	35,044	12,930	3,578
Child tax credit: Number.....	137,323	75,195	37,449	16,967	7,708	4
Amount.....	169,869	70,077	61,081	28,276	10,432	4
Child care credit: Number.....	17,264	6,511	5,160	3,075	2,194	324
Amount.....	7,156	2,443	2,156	1,399	982	176
Earned income credit: <sup>7</sup> Number.....	145,376	145,376	--	--	--	--
Amount.....	247,525	247,525	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	129,534	129,534	--	--	--	--
Amount.....	225,030	225,030	--	--	--	--
Alternative minimum tax: Number.....	6,169	102	260	324	1,527	3,956
Amount.....	20,440	184	304	427	3,149	16,375
Income tax: <sup>9</sup> Number.....	502,407	317,849	100,521	46,133	30,643	7,261
Amount.....	2,732,515	515,939	531,317	414,273	561,366	709,620
Total tax liability: <sup>10</sup> Number.....	536,672	351,595	100,960	46,196	30,660	7,261
Amount.....	2,937,487	592,008	561,633	436,931	601,081	745,835
Tax due at time of filing: <sup>11</sup> Number.....	103,946	58,144	20,155	10,603	11,317	3,727
Amount.....	282,870	49,467	35,006	26,791	57,568	114,040
Overpayments: <sup>12</sup> Number.....	610,887	478,183	79,517	34,189	17,123	1,875
Amount.....	1,165,180	765,462	199,541	107,645	67,545	24,987

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**  
[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>WISCONSIN</b>						
<b>Number of returns.....</b>	<b>2,621,165</b>	<b>1,766,236</b>	<b>412,312</b>	<b>229,458</b>	<b>169,775</b>	<b>43,384</b>
Number of joint returns.....	1,114,551	405,848	307,689	206,850	155,407	38,757
Number with paid preparer's signature.....	1,469,608	953,744	247,615	131,876	101,693	34,680
Number of exemptions.....	5,157,044	2,755,673	1,079,182	677,936	512,946	131,307
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>124,451,141</b>	<b>35,326,208</b>	<b>25,417,194</b>	<b>19,700,761</b>	<b>21,895,522</b>	<b>22,111,454</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	2,260,742	1,470,776	380,158	214,773	156,762	38,273
Amount.....	93,594,365	29,322,247	20,778,150	16,282,645	16,765,278	10,446,046
Taxable interest: Number.....	1,392,894	733,641	284,722	183,496	149,382	41,653
Amount.....	2,090,097	786,684	276,798	196,932	284,617	545,066
Ordinary dividends: Number.....	726,270	350,001	139,958	100,968	99,924	35,419
Amount.....	2,320,058	507,434	244,229	202,758	383,155	982,482
Business or profession net income (less loss):						
Number.....	330,506	185,736	64,771	36,817	32,482	10,700
Amount.....	3,472,383	956,810	576,165	448,958	794,885	695,567
Number of farm returns.....	64,036	41,049	11,603	5,722	4,206	1,456
Net capital gain (less loss) in AGI: Number.....	570,420	273,645	102,870	75,629	83,754	34,522
Amount.....	6,193,148	446,279	323,450	348,958	978,547	4,095,913
Taxable Individual Retirement Arrangements distributions: Number.....	228,428	146,770	38,246	21,455	17,439	4,518
Amount.....	2,231,903	867,176	424,342	327,089	422,507	190,789
Pensions and annuities in AGI: Number.....	465,346	290,237	84,281	46,093	36,018	8,717
Amount.....	7,200,388	3,049,422	1,661,022	1,122,227	1,067,964	299,754
Unemployment compensation: Number.....	301,745	205,761	61,555	24,513	9,217	699
Amount.....	837,721	569,131	170,809	66,665	28,466	2,651
Social Security benefits in AGI: Number.....	238,072	122,745	58,935	27,849	21,544	6,999
Amount.....	2,165,256	522,406	723,341	427,798	361,679	130,031
Self-employment retirement plans: Number.....	21,739	4,238	3,751	3,421	6,161	4,168
Amount.....	252,558	21,490	23,714	27,834	80,919	98,602
Total itemized deductions: <sup>5</sup> Number.....	998,553	333,145	265,383	197,108	161,221	41,696
Amount.....	18,374,525	4,335,262	4,027,379	3,528,189	3,903,211	2,580,485
State and local income taxes: Number.....	915,147	262,162	258,356	194,137	159,181	41,311
Amount.....	4,751,612	484,819	881,650	945,396	1,185,118	1,254,629
State and local general sales tax: Number.....	75,259	62,589	7,151	3,022	1,950	547
Amount.....	71,482	38,911	11,553	10,242	8,582	2,194
Real estate taxes: Number.....	919,780	290,664	247,529	187,455	154,490	39,642
Amount.....	3,441,240	845,905	799,480	701,262	750,020	344,573
Taxes paid: Number.....	1,000,898	333,718	266,429	197,516	161,338	41,897
Amount.....	8,442,489	1,405,517	1,723,413	1,683,764	1,978,175	1,651,620
Interest paid: Number.....	831,287	245,653	234,551	177,507	140,405	33,171
Amount.....	5,691,569	1,327,214	1,459,649	1,203,403	1,178,647	522,657
Contributions: Number.....	861,003	254,129	230,810	181,607	153,812	40,645
Amount.....	2,397,315	385,238	409,756	384,668	520,334	697,318
Taxable income: Number.....	2,110,365	1,256,889	411,273	229,214	169,632	43,357
Amount.....	84,193,846	17,982,824	16,740,530	13,778,759	16,333,661	19,358,074
Total tax credits: <sup>6</sup> Number.....	815,464	403,227	194,944	124,584	75,247	17,462
Amount.....	990,840	307,509	330,153	220,295	94,415	38,465
Child tax credit: Number.....	522,438	218,468	154,903	96,779	52,260	28
Amount.....	722,034	207,157	264,915	172,510	77,423	30
Child care credit: Number.....	102,571	31,165	29,891	22,856	16,281	2,378
Amount.....	43,856	13,079	12,884	10,087	6,763	1,045
Earned income credit: <sup>7</sup> Number.....	299,351	299,351	--	--	--	--
Amount.....	486,845	486,845	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	257,319	257,319	--	--	--	--
Amount.....	431,363	431,363	--	--	--	--
Alternative minimum tax: Number.....	51,916	867	792	1,663	19,017	29,577
Amount.....	172,573	1,136	960	2,118	30,134	138,225
Income tax: <sup>9</sup> Number.....	1,927,602	1,089,105	397,696	227,987	169,453	43,361
Amount.....	13,787,256	1,950,851	2,022,168	1,818,860	2,869,030	5,126,348
Total tax liability: <sup>10</sup> Number.....	2,024,019	1,180,920	401,772	228,409	169,547	43,371
Amount.....	14,516,393	2,214,845	2,159,392	1,916,919	3,007,091	5,218,147
Tax due at time of filing: <sup>11</sup> Number.....	483,480	235,739	97,524	57,240	68,129	24,848
Amount.....	1,622,366	198,535	159,089	130,291	303,006	831,446
Overpayments: <sup>12</sup> Number.....	1,988,301	1,414,433	303,444	165,254	92,905	12,265
Amount.....	3,704,582	1,962,190	733,803	484,717	351,792	172,080

See notes at end of this section.

# Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**  
[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>WYOMING</b>						
<b>Number of returns.....</b>	<b>243,718</b>	<b>168,335</b>	<b>37,882</b>	<b>19,739</b>	<b>13,579</b>	<b>4,183</b>
Number of joint returns.....	106,998	45,756	28,164	17,512	12,091	3,475
Number with paid preparer's signature.....	140,586	92,465	23,047	12,026	9,341	3,707
Number of exemptions.....	478,116	274,682	98,404	56,080	38,092	10,858
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>12,318,762</b>	<b>3,145,581</b>	<b>2,331,874</b>	<b>1,691,247</b>	<b>1,740,552</b>	<b>3,409,509</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	208,449	141,176	34,273	18,086	11,821	3,093
Amount.....	7,831,313	2,734,350	1,891,122	1,353,019	1,142,824	709,996
Taxable interest: Number.....	106,390	56,623	21,123	13,570	11,066	4,008
Amount.....	302,277	83,181	29,317	21,746	36,317	131,715
Ordinary dividends: Number.....	58,273	28,393	11,120	7,929	7,504	3,327
Amount.....	464,973	52,998	24,873	20,843	42,433	323,828
Business or profession net income (less loss):						
Number.....	40,477	23,949	7,477	4,105	3,525	1,421
Amount.....	443,572	109,932	63,155	51,081	95,478	123,928
Number of farm returns.....	9,453	5,630	1,688	915	778	442
Net capital gain (less loss) in AGI: Number.....	51,308	25,342	9,128	6,522	6,839	3,477
Amount.....	1,596,562	58,382	35,803	41,554	112,953	1,347,870
Taxable Individual Retirement Arrangements distributions: Number.....	16,460	9,380	3,290	1,820	1,465	505
Amount.....	203,103	61,496	39,390	29,582	37,166	35,469
Pensions and annuities in AGI: Number.....	40,998	24,122	8,062	4,487	3,418	909
Amount.....	681,072	289,699	157,016	98,114	99,141	37,104
Unemployment compensation: Number.....	12,842	10,107	1,831	603	272	29
Amount.....	37,481	28,948	5,468	2,033	927	104
Social Security benefits in AGI: Number.....	22,117	10,884	5,429	2,636	2,138	1,030
Amount.....	199,950	47,215	64,123	37,836	33,056	17,722
Self-employment retirement plans: Number.....	1,788	313	232	273	544	426
Amount.....	24,751	1,679	1,692	2,491	8,107	10,781
Total itemized deductions: <sup>5</sup> Number.....	53,056	19,375	13,340	9,328	8,363	2,650
Amount.....	1,114,768	283,122	200,400	153,754	174,247	303,246
State and local income taxes: Number.....	5,582	1,703	1,372	930	922	655
Amount.....	44,090	2,675	2,817	2,554	4,128	31,916
State and local general sales tax: Number.....	44,647	15,908	11,385	8,080	7,228	2,046
Amount.....	62,904	12,842	16,799	13,302	14,329	5,632
Real estate taxes: Number.....	47,532	15,766	12,261	8,900	8,025	2,580
Amount.....	77,540	17,714	13,308	11,443	15,120	19,953
Taxes paid: Number.....	52,944	19,080	13,358	9,358	8,392	2,756
Amount.....	208,793	38,440	38,453	32,329	38,880	60,691
Interest paid: Number.....	44,397	14,321	11,744	8,597	7,560	2,175
Amount.....	397,550	97,481	87,576	71,803	76,827	63,863
Contributions: Number.....	41,369	12,933	10,439	7,876	7,533	2,588
Amount.....	322,209	26,666	28,623	25,791	35,831	205,296
Taxable income: Number.....	191,910	116,642	37,807	19,726	13,561	4,174
Amount.....	9,069,007	1,615,570	1,607,136	1,265,083	1,400,119	3,181,099
Total tax credits: <sup>6</sup> Number.....	71,607	37,433	17,463	9,699	5,203	1,809
Amount.....	90,391	29,325	29,015	16,415	6,295	9,340
Child tax credit: Number.....	47,152	22,356	14,069	7,415	**3,312	**
Amount.....	63,937	21,710	24,319	13,097	**4,811	**
Child care credit: Number.....	9,393	3,515	3,003	1,790	932	153
Amount.....	4,048	1,375	1,335	838	417	82
Earned income credit: <sup>7</sup> Number.....	33,975	33,975	--	--	--	--
Amount.....	54,783	54,783	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	29,310	29,310	--	--	--	--
Amount.....	48,530	48,530	--	--	--	--
Alternative minimum tax: Number.....	2,108	71	135	153	481	1,268
Amount.....	11,547	255	214	354	1,055	9,670
Income tax: <sup>9</sup> Number.....	174,048	99,968	36,724	19,625	13,551	4,180
Amount.....	1,565,357	171,327	199,577	176,604	251,694	766,154
Total tax liability: <sup>10</sup> Number.....	185,706	111,189	37,110	19,664	13,563	4,180
Amount.....	1,654,455	201,955	214,316	187,832	269,164	781,188
Tax due at time of filing: <sup>11</sup> Number.....	46,388	23,000	9,332	5,664	6,090	2,302
Amount.....	237,221	22,728	18,681	16,663	39,211	139,938
Overpayments: <sup>12</sup> Number.....	182,714	135,154	27,304	13,238	6,250	768
Amount.....	360,635	201,374	67,580	38,923	25,347	27,412

See notes at end of this section.

## Selected Historical and Other Data

**Table 2.--Individual Income and Tax Data, by State and Size of Adjusted Gross Income, Tax Year 2004--Continued**

[Money amounts are in thousands of dollars]

State and item	All returns	Size of adjusted gross income				
		Under \$50,000 <sup>1</sup>	\$50,000 under \$75,000	\$75,000 under \$100,000	\$100,000 under \$200,000	\$200,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)
<b>OTHER AREAS<sup>4</sup></b>						
<b>Number of returns.....</b>	<b>1,579,815</b>	<b>1,376,938</b>	<b>76,189</b>	<b>37,692</b>	<b>50,977</b>	<b>38,019</b>
Number of joint returns.....	430,210	307,645	41,821	22,744	32,370	25,630
Number with paid preparer's signature.....	768,662	645,180	39,004	21,175	34,296	29,007
Number of exemptions.....	2,950,747	2,428,959	188,900	95,663	131,379	105,846
<b>Adjusted gross income (AGI) <sup>3</sup>.....</b>	<b>49,583,270</b>	<b>10,211,257</b>	<b>4,647,257</b>	<b>3,250,205</b>	<b>7,012,097</b>	<b>24,462,453</b>
Salaries and wages in AGI: <sup>4</sup> Number.....	891,438	714,260	66,784	33,114	44,933	32,347
Amount.....	53,352,902	19,359,093	4,970,999	3,442,674	7,434,891	18,145,244
Taxable interest: Number.....	520,568	378,173	44,010	26,170	39,140	33,075
Amount.....	1,035,141	319,014	81,050	58,552	121,834	454,690
Ordinary dividends: Number.....	218,292	122,655	24,734	16,401	27,112	27,390
Amount.....	1,483,175	285,551	88,422	73,070	167,251	868,882
Business or profession net income (less loss):						
Number.....	63,259	46,506	5,324	3,219	4,695	3,515
Amount.....	1,484,288	544,780	117,585	98,220	190,334	533,374
Number of farm returns.....	2,126	1,304	194	135	237	256
Net capital gain (less loss) in AGI: Number.....	219,816	134,234	20,701	14,049	24,284	26,548
Amount.....	5,746,525	570,976	198,312	175,058	531,495	4,270,683
Taxable Individual Retirement Arrangements distributions: Number.....	19,192	12,432	2,660	1,431	1,801	868
Amount.....	303,743	110,681	45,803	33,651	63,206	50,401
Pensions and annuities in AGI: Number.....	96,179	65,829	12,398	6,792	7,584	3,576
Amount.....	1,953,229	949,622	318,595	199,048	274,825	211,141
Unemployment compensation: Number.....	10,704	8,156	1,222	541	543	242
Amount.....	53,902	38,526	6,741	3,568	3,344	1,721
Social Security benefits in AGI: Number.....	26,027	15,103	4,816	2,265	2,638	1,205
Amount.....	235,735	97,294	53,398	29,376	37,458	18,210
Self-employment retirement plans: Number.....	3,317	737	247	253	573	1,507
Amount.....	79,501	6,265	3,708	3,844	11,283	54,400
Total itemized deductions: <sup>5</sup> Number.....	431,794	339,355	26,025	16,418	27,556	22,440
Amount.....	3,288,837	1,029,159	322,481	248,736	545,443	1,143,019
State and local income taxes: Number.....	318,173	251,036	18,041	11,494	20,272	17,330
Amount.....	1,130,041	271,732	68,673	56,277	160,550	572,809
State and local general sales tax: Number.....	221	117	37	24	32	11
Amount.....	397	208	59	42	63	26
Real estate taxes: Number.....	67,579	19,600	10,339	8,218	15,704	13,718
Amount.....	271,636	55,012	28,317	25,652	61,283	101,372
Taxes paid: Number.....	357,462	268,512	24,258	15,669	26,923	22,100
Amount.....	1,599,636	459,290	110,751	91,603	240,484	697,509
Interest paid: Number.....	75,981	22,834	12,098	8,970	16,709	15,370
Amount.....	966,345	211,024	114,214	90,421	195,744	354,943
Contributions: Number.....	102,437	45,819	13,472	9,716	17,100	16,330
Amount.....	458,805	59,175	40,661	34,383	67,458	257,131
Taxable income: Number.....	708,010	505,605	75,881	37,619	50,915	37,990
Amount.....	40,943,066	6,026,027	3,358,072	2,540,882	5,907,249	23,110,838
Total tax credits: <sup>6</sup> Number.....	263,391	141,137	40,712	20,658	30,897	29,987
Amount.....	3,684,967	133,888	125,150	98,016	374,163	2,953,750
Child tax credit: Number.....	91,350	54,726	22,205	9,310	5,102	7
Amount.....	104,113	47,854	34,515	14,985	6,752	6
Child care credit: Number.....	18,690	9,512	4,513	1,797	1,923	945
Amount.....	10,747	5,192	2,733	1,087	1,142	595
Earned income credit: <sup>7</sup> Number.....	34,877	34,877	--	--	--	--
Amount.....	54,693	54,693	--	--	--	--
Excess earned income credit (refundable): <sup>8</sup>						
Number.....	33,126	33,126	--	--	--	--
Amount.....	53,362	53,362	--	--	--	--
Alternative minimum tax: Number.....	60,645	15,933	6,501	5,557	13,925	18,729
Amount.....	201,341	9,522	5,088	6,499	29,689	150,542
Income tax: <sup>9</sup> Number.....	635,946	443,372	68,683	36,187	49,980	37,724
Amount.....	5,843,349	616,898	393,469	338,592	857,913	3,636,477
Total tax liability: <sup>10</sup> Number.....	760,321	566,521	69,265	36,436	50,258	37,841
Amount.....	6,330,654	1,006,540	408,614	350,207	879,023	3,686,271
Tax due at time of filing: <sup>11</sup> Number.....	237,934	167,649	18,557	12,091	21,143	18,494
Amount.....	949,946	216,781	44,088	40,182	119,994	528,899
Overpayments: <sup>12</sup> Number.....	979,101	865,118	52,363	23,003	25,012	13,605
Amount.....	2,315,216	1,399,967	199,892	116,628	192,083	406,645

See notes at end of this section.

## Selected Historical and Other Data

**Table 3.--Number of Individual Income Tax Returns, Income, Exemptions and Deductions, Tax, and Average Tax, by Size of Adjusted Gross Income, Tax Years 2002-2004**

[All figures are estimates based on samples--money amounts are in thousands of dollars except as indicated]

Size of adjusted gross income	Number of returns			Adjusted gross income or deficit		
	2002	2003	2004p	2002	2003	2004p
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Total .....</b>	<b>130,076,443</b>	<b>130,423,626</b>	<b>132,384,919</b>	<b>6,033,585,532</b>	<b>6,207,108,793</b>	<b>6,764,907,485</b>
No adjusted gross income <sup>12</sup> .....	1,752,457	1,813,840	1,791,899	-80,192,750	-80,477,587	-68,055,511
\$1 under \$1,000 <sup>2</sup> .....	1,812,110	1,710,663	1,737,363	1,028,189	954,013	977,325
\$1,000 under \$3,000 <sup>2</sup> .....	4,832,988	4,899,842	4,782,084	9,835,110	9,777,515	9,736,088
\$3,000 under \$5,000 <sup>2</sup> .....	5,163,776	5,087,124	5,098,749	20,664,036	20,307,229	20,364,130
\$5,000 under \$7,000 .....	5,019,326	5,064,951	4,800,118	30,092,034	30,293,817	28,782,479
\$7,000 under \$9,000 .....	4,977,282	5,103,627	5,037,399	39,783,173	40,745,684	40,195,148
\$9,000 under \$11,000 .....	5,061,799	4,972,862	4,839,303	50,702,341	49,836,139	48,471,651
\$11,000 under \$13,000 .....	4,748,173	4,644,450	4,639,113	56,974,191	55,628,362	55,553,629
\$13,000 under \$15,000 .....	4,808,347	4,719,522	4,589,365	67,289,532	66,114,003	64,223,424
\$15,000 under \$17,000 .....	4,632,156	4,655,029	4,638,551	74,014,744	74,401,429	74,163,354
\$17,000 under \$19,000 .....	4,508,626	4,459,546	4,518,484	81,156,450	80,240,246	81,351,605
\$19,000 under \$22,000 .....	6,522,571	6,318,493	6,165,976	133,706,690	129,399,460	126,106,609
\$22,000 under \$25,000 .....	5,650,213	5,692,051	5,729,491	132,575,256	133,640,924	134,431,412
\$25,000 under \$30,000 .....	8,574,575	8,541,753	8,528,205	234,951,863	234,588,964	233,991,303
\$30,000 under \$40,000 .....	13,980,104	13,957,258	13,968,754	485,696,239	484,774,627	484,573,265
\$40,000 under \$50,000 .....	10,550,457	10,452,445	10,567,290	472,821,957	467,518,980	473,209,704
\$50,000 under \$75,000 .....	17,396,916	17,372,492	18,050,157	1,066,616,794	1,065,749,827	1,109,673,871
\$75,000 under \$100,000 .....	9,247,839	9,542,599	10,145,461	794,489,072	820,884,076	874,895,201
\$100,000 under \$200,000 .....	8,422,603	8,878,643	9,750,175	1,109,689,065	1,170,179,856	1,291,061,589
\$200,000 under \$500,000 .....	1,908,466	1,999,016	2,335,796	548,814,753	576,309,296	674,167,510
\$500,000 under \$1,000,000 .....	336,684	356,140	434,250	227,044,247	241,211,330	293,833,283
\$1,000,000 under \$1,500,000 .....	78,121	81,695	102,140	94,072,610	98,875,460	123,663,462
\$1,500,000 under \$2,000,000 .....	31,316	34,016	44,480	53,782,124	58,497,902	76,742,729
\$2,000,000 under \$5,000,000 .....	44,205	48,278	65,148	130,305,117	142,219,690	192,894,411
\$5,000,000 under \$10,000,000 .....	10,026	11,168	15,646	68,251,296	76,311,438	107,431,366
\$10,000,000 or more .....	5,309	6,126	9,521	129,421,398	159,126,112	212,468,447

Size of adjusted gross income	Personal exemptions and total deductions			Taxable income <sup>3</sup>		
	2002	2003	2004p	2002	2003	2004p
	(7)	(8)	(9)	(10)	(11)	(12)
<b>Total .....</b>	<b>2,151,555,282</b>	<b>2,238,949,953</b>	<b>2,339,651,868</b>	<b>4,096,127,651</b>	<b>4,200,218,439</b>	<b>4,649,039,200</b>
No adjusted gross income <sup>12</sup> .....	8,370,181	8,675,128	9,036,636	--	--	--
\$1 under \$1,000 <sup>2</sup> .....	8,855,810	9,910,991	10,505,882	9,896	8,626	9,429
\$1,000 under \$3,000 <sup>2</sup> .....	28,389,468	31,077,061	30,200,427	353,201	276,350	270,489
\$3,000 under \$5,000 <sup>2</sup> .....	39,960,916	41,910,540	41,409,064	395,581	333,635	331,245
\$5,000 under \$7,000 .....	45,600,646	47,745,987	45,183,526	2,025,806	1,876,190	1,785,967
\$7,000 under \$9,000 .....	50,502,811	53,643,139	53,025,097	3,745,836	3,568,174	3,392,958
\$9,000 under \$11,000 .....	56,969,639	56,589,271	56,025,413	7,217,563	7,286,496	6,655,873
\$11,000 under \$13,000 .....	54,002,395	54,874,304	56,884,618	11,611,674	10,881,335	10,355,915
\$13,000 under \$15,000 .....	57,353,476	57,758,092	57,890,926	16,184,372	16,085,533	14,592,550
\$15,000 under \$17,000 .....	55,605,184	59,112,693	60,252,098	21,888,062	20,146,006	19,894,912
\$17,000 under \$19,000 .....	56,509,518	58,750,540	59,846,809	27,351,521	25,175,830	25,195,869
\$19,000 under \$22,000 .....	83,630,471	84,710,975	84,436,269	52,623,811	47,896,951	45,389,919
\$22,000 under \$25,000 .....	74,641,180	78,328,558	79,687,330	59,627,203	57,639,442	56,787,381
\$25,000 under \$30,000 .....	115,640,897	122,775,717	123,021,834	121,068,620	114,185,800	113,197,102
\$30,000 under \$40,000 .....	203,827,001	213,265,987	216,113,798	284,041,793	273,848,438	270,428,222
\$40,000 under \$50,000 .....	176,949,588	181,704,244	184,439,763	296,662,439	286,911,458	290,287,638
\$50,000 under \$75,000 .....	350,940,396	359,053,564	382,062,150	716,811,409	707,527,353	729,792,369
\$75,000 under \$100,000 .....	233,730,324	244,048,161	263,051,780	561,237,747	577,227,012	612,408,468
\$100,000 under \$200,000 .....	277,447,089	295,030,870	326,046,817	832,980,233	875,871,197	966,860,919
\$200,000 under \$500,000 .....	91,780,608	93,872,172	109,156,597	457,567,015	482,851,392	565,439,464
\$500,000 under \$1,000,000 .....	28,020,122	28,534,605	31,414,534	199,225,455	212,835,816	262,517,077
\$1,000,000 under \$1,500,000 .....	10,634,396	10,580,317	11,536,390	83,569,923	88,369,158	112,143,335
\$1,500,000 under \$2,000,000 .....	5,776,814	6,038,155	6,888,797	48,059,469	52,503,976	69,862,468
\$2,000,000 under \$5,000,000 .....	13,542,781	14,117,760	15,299,127	116,903,427	128,218,696	177,646,844
\$5,000,000 under \$10,000,000 .....	7,027,686	7,809,742	8,260,358	61,268,835	68,513,593	99,234,073
\$10,000,000 or more .....	15,845,882	19,031,382	17,975,828	113,696,760	140,179,982	194,558,715

See notes at end of this section.

## Selected Historical and Other Data

**Table 3.--Number of Individual Income Tax Returns, Income, Exemptions and Deductions, Tax, and Average Tax, by Size of Adjusted Gross Income, Tax Years 2002-2004--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars except as indicated]

Size of adjusted gross income	Total income tax			Percentage of returns showing no total income tax		
	2002	2003	2004p	2002	2003	2004p
	(13)	(14)	(15)	(16)	(17)	(18)
<b>Total .....</b>	<b>796,986,268</b>	<b>748,017,488</b>	<b>830,419,041</b>	<b>30.1</b>	<b>31.8</b>	<b>32.6</b>
No adjusted gross income <sup>12</sup> .....	124,380	78,578	47,812	99.7	99.8	99.8
\$1 under \$1,000 <sup>2</sup> .....	898	16,345	703	95.4	95.8	95.3
\$1,000 under \$3,000 <sup>2</sup> .....	39,664	25,999	20,924	91.2	92.6	92.6
\$3,000 under \$5,000 <sup>2</sup> .....	43,481	30,614	30,722	89.9	92.1	94.2
\$5,000 under \$7,000 .....	215,288	187,811	170,107	70.4	72.3	69.9
\$7,000 under \$9,000 .....	352,620	334,350	311,706	68.3	70.6	72.3
\$9,000 under \$11,000 .....	642,801	630,750	553,973	51.0	49.8	53.6
\$11,000 under \$13,000 .....	1,090,930	971,360	917,560	47.8	49.6	51.2
\$13,000 under \$15,000 .....	1,470,430	1,406,837	1,252,324	49.9	48.7	51.6
\$15,000 under \$17,000 .....	2,085,024	1,785,236	1,743,469	39.7	47.7	49.2
\$17,000 under \$19,000 .....	2,633,409	2,245,211	2,263,490	38.4	43.1	42.9
\$19,000 under \$22,000 .....	4,944,001	4,367,181	3,988,307	58.8	39.8	41.5
\$22,000 under \$25,000 .....	5,648,796	5,281,191	5,079,188	35.4	36.3	38.1
\$25,000 under \$30,000 .....	12,329,287	11,036,040	10,674,634	23.8	28.7	31.4
\$30,000 under \$40,000 .....	32,654,711	29,737,819	28,304,038	10.9	15.1	18.9
\$40,000 under \$50,000 .....	38,114,016	34,635,213	33,886,311	4.9	7.5	10.4
\$50,000 under \$75,000 .....	101,820,331	94,256,193	92,801,018	1.3	2.0	3.8
\$75,000 under \$100,000 .....	93,655,145	84,253,116	85,685,277	0.4	0.6	1.0
\$100,000 under \$200,000 .....	175,140,747	163,342,407	176,172,526	0.2	0.2	0.1
\$200,000 under \$500,000 .....	124,764,596	120,711,552	139,557,079	0.1	0.1	0.1
\$500,000 under \$1,000,000 .....	63,370,780	60,180,642	72,119,837	0.1	0.1	0.1
\$1,000,000 under \$1,500,000 .....	27,479,397	25,551,466	30,962,223	0.2	0.1	0.1
\$1,500,000 under \$2,000,000 .....	15,890,811	15,316,006	19,446,875	0.2	0.1	0.1
\$2,000,000 under \$5,000,000 .....	38,692,291	36,905,426	49,055,760	0.1	0.1	0.1
\$5,000,000 under \$10,000,000 .....	20,044,370	19,313,636	26,538,674	0.2	0.1	(4)
\$10,000,000 or more .....	33,738,065	35,416,509	48,834,502	0.2	0.2	(4)

Size of adjusted gross income	Returns showing total income tax					
	Average tax (whole dollars)			Tax as a percentage of AGI		
	2002	2003	2004p	2002	2003	2004p
	(19)	(20)	(21)	(22)	(23)	(24)
<b>Total .....</b>	<b>8,762</b>	<b>8,412</b>	<b>9,309</b>	<b>14.1</b>	<b>13.0</b>	<b>13.3</b>
No adjusted gross income <sup>12</sup> .....	26,274	17,377	11,911	(5)	(5)	(5)
\$1 under \$1,000 <sup>2</sup> .....	11	229	9	1.2	26.7	0.9
\$1,000 under \$3,000 <sup>2</sup> .....	94	72	59	4.8	4.0	3.1
\$3,000 under \$5,000 <sup>2</sup> .....	84	76	104	1.9	1.7	2.4
\$5,000 under \$7,000 .....	145	134	118	2.4	2.3	2.0
\$7,000 under \$9,000 .....	224	223	223	2.7	2.7	2.7
\$9,000 under \$11,000 .....	259	253	247	2.6	2.5	2.5
\$11,000 under \$13,000 .....	441	415	405	3.7	3.5	3.4
\$13,000 under \$15,000 .....	611	582	564	4.4	4.1	4.0
\$15,000 under \$17,000 .....	747	733	740	4.7	4.6	4.6
\$17,000 under \$19,000 .....	948	884	877	5.3	4.9	4.9
\$19,000 under \$22,000 .....	1,214	1,149	1,105	5.9	5.6	5.4
\$22,000 under \$25,000 .....	1,548	1,457	1,432	6.6	6.2	6.1
\$25,000 under \$30,000 .....	1,886	1,812	1,825	6.9	6.6	6.6
\$30,000 under \$40,000 .....	2,622	2,508	2,499	7.5	7.2	7.2
\$40,000 under \$50,000 .....	3,800	3,582	3,578	8.5	8.0	8.0
\$50,000 under \$75,000 .....	5,931	5,536	5,344	9.7	9.0	8.7
\$75,000 under \$100,000 .....	10,169	8,882	8,527	11.8	10.3	9.9
\$100,000 under \$200,000 .....	20,831	18,432	18,091	15.8	14.0	13.7
\$200,000 under \$500,000 .....	65,452	60,453	59,801	22.8	21.0	20.7
\$500,000 under \$1,000,000 .....	188,463	169,166	166,196	27.9	25.0	24.6
\$1,000,000 under \$1,500,000 .....	352,318	313,177	303,304	29.3	25.9	25.1
\$1,500,000 under \$2,000,000 .....	508,213	450,683	437,490	29.6	26.2	25.4
\$2,000,000 under \$5,000,000 .....	876,541	765,117	753,371	29.7	26.0	25.4
\$5,000,000 under \$10,000,000 .....	2,003,435	1,730,613	1,696,738	29.4	25.3	24.7
\$10,000,000 or more .....	6,370,481	5,792,690	5,129,136	26.1	22.4	23.0

See notes at end of this section.

## Selected Historical and Other Data

**Table 4.--Comparison of Personal Income in the National Income and Product Accounts (NIPA) with Adjusted Gross Income (AGI), for Specified Tax Years, 1985-2003**

[All figures are estimates--money amounts are in billions of dollars]

Income and adjustment items	1985	1990	1995	2000	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Personal income (per NIPA) <sup>1</sup></b> .....	<b>3,526.7</b>	<b>4,878.6</b>	<b>6,152.3</b>	<b>8,429.7</b>	<b>8,881.9</b>	<b>9,169.1</b>
<b>Less: Portion of personal income not included in AGI</b> .....	<b>1,248.2</b>	<b>1,669.9</b>	<b>2,234.2</b>	<b>2,971.3</b>	<b>3,243.9</b>	<b>3,359.9</b>
Nontaxable transfer payments.....	401.9	551.2	797.5	962.0	1,126.5	1,180.1
Employer contributions to employee pension and insurance funds.....	281.5	377.8	493.6	609.9	745.1	830.0
Imputed income <sup>2</sup> .....	84.9	114.1	186.7	265.8	294.8	271.8
Investment income of life insurance carriers and pension plans .....	204.2	304.2	369.1	497.3	432.0	421.8
Investment income received by nonprofit institutions or retained by fiduciaries.....	37.5	51.6	60.0	75.6	60.0	57.8
Net differences in accounting treatment (NIPA vs. IRS) .....	83.4	110.4	83.8	159.4	146.0	127.2
Other excluded or tax-exempt income .....	154.8	160.6	243.4	401.4	439.5	471.3
<b>Plus: Portion of AGI not included in personal income</b> .....	<b>353.1</b>	<b>589.7</b>	<b>841.7</b>	<b>1,667.1</b>	<b>1,338.9</b>	<b>1,439.6</b>
Personal contributions for social insurance .....	133.6	203.7	268.8	359.2	384.8	396.6
Net gain from the sale of assets.....	69.8	115.7	167.4	645.4	236.4	294.0
Taxable pensions .....	145.0	215.9	293.2	414.2	462.7	488.9
Small business corporation income.....	6.3	36.4	79.2	128.2	138.5	148.6
Other types of income.....	-1.7	18.1	33.2	120.0	116.5	111.5
<b>Equals: BEA-derived adjusted gross income</b> .....	<b>2,631.6</b>	<b>3,798.4</b>	<b>4,759.8</b>	<b>7,125.4</b>	<b>6,976.8</b>	<b>7,248.8</b>
<b>Adjusted gross income, SOI</b> .....	<b>2,306.0</b>	<b>3,405.4</b>	<b>4,189.4</b>	<b>6,365.4</b>	<b>6,033.6</b>	<b>6,207.1</b>
<b>Adjusted gross income (AGI) gap <sup>3</sup></b> .....	<b>325.6</b>	<b>393.0</b>	<b>570.4</b>	<b>760.1</b>	<b>943.2</b>	<b>1,041.7</b>
<b>AGI gap as a percentage of</b>						
<b>BEA-derived AGI</b> .....	<b>12.4</b>	<b>10.3</b>	<b>12.0</b>	<b>10.7</b>	<b>13.5</b>	<b>14.4</b>
<b>AGI of IRS as a percentage of</b>						
<b>BEA-derived AGI</b> .....	<b>87.6</b>	<b>89.7</b>	<b>88.0</b>	<b>89.3</b>	<b>86.5</b>	<b>85.6</b>

See notes at end of this section.

## Selected Historical and Other Data

**Table 5.--Personal Income and Total Adjusted Gross Income Based on Individual Income Tax Returns per National Income and Product Accounts (NIPA), Tax Years 1950-2003**

[All figures are estimates--money amounts are in billions of dollars]

Tax year	Personal income (per NIPA) <sup>1, 2</sup>	Total adjusted gross income (AGI) (per NIPA) <sup>1, 2, 3</sup>	Difference	
			Amount <sup>2, 3</sup>	Percentage of personal income <sup>2, 3</sup>
	(1)	(2)	(3)	(4)
1950.....	229.0	202.5	26.5	11.6
1951.....	258.0	229.3	28.7	11.1
1952.....	275.4	241.6	33.8	12.3
1953.....	291.9	256.1	35.8	12.3
1954.....	294.5	257.3	37.2	12.6
1955.....	316.1	278.7	37.4	11.8
1956.....	339.6	299.4	40.2	11.8
1957.....	358.7	312.6	46.1	12.9
1958.....	369.0	315.8	53.2	14.4
1959.....	392.8	341.8	51.0	13.0
1960.....	411.5	354.0	57.5	14.0
1961.....	429.0	368.0	61.0	14.2
1962.....	456.7	390.0	66.7	14.6
1963.....	479.6	411.0	68.6	14.3
1964.....	514.6	443.9	70.7	13.7
1965.....	555.7	480.6	75.1	13.5
1966.....	603.9	521.2	82.7	13.7
1967.....	648.3	551.3	97.0	15.0
1968.....	712.0	605.6	106.4	14.9
1969.....	778.5	659.8	118.7	15.2
1970.....	838.8	696.4	142.4	17.0
1971.....	903.5	742.8	160.7	17.8
1972.....	992.7	824.5	168.2	16.9
1973.....	1,110.7	925.0	185.7	16.7
1974.....	1,222.6	1,003.5	219.1	17.9
1975.....	1,335.0	1,046.8	288.2	21.6
1976.....	1,474.8	1,168.0	306.8	20.8
1977.....	1,633.2	1,296.1	337.1	20.6
1978.....	1,837.7	1,466.4	371.3	20.2
1979.....	2,062.2	1,654.1	408.1	19.8
1980.....	2,307.9	1,830.3	477.6	20.7
1981.....	2,591.3	2,016.3	575.0	22.2
1982.....	2,775.3	2,098.6	676.7	24.4
1983.....	2,960.7	2,225.6	735.1	24.8
1984.....	3,289.5	2,472.6	816.9	24.8
1985.....	3,526.7	2,631.6	895.1	25.4
1986.....	3,722.4	2,853.2	869.2	23.4
1987.....	3,947.4	3,121.1	826.3	20.9
1988.....	4,253.7	3,411.9	841.8	19.8
1989.....	4,587.8	3,649.7	938.1	20.4
1990.....	4,878.6	3,798.4	1,080.2	22.1
1991.....	5,051.0	3,856.8	1,194.2	23.6
1992.....	5,362.0	4,092.0	1,270.0	23.7
1993.....	5,558.5	4,245.4	1,313.1	23.6
1994.....	5,842.5	4,473.7	1,368.8	23.4
1995.....	6,152.3	4,759.8	1,392.5	22.6
1996.....	6,520.6	5,144.5	1,376.1	21.1
1997.....	6,915.1	5,578.0	1,337.1	19.3
1998.....	7,423.0	6,120.2	1,302.8	17.6
1999.....	7,802.4	6,553.5	1,248.9	16.0
2000.....	8,429.7	7,125.4	1,304.3	15.5
2001.....	8,724.1	7,005.0	1,719.1	19.7
2002.....	8,881.9	6,976.8	1,905.1	21.4
2003.....	9,169.1	7,248.8	1,920.3	20.9

See notes at end of this section.

## Selected Historical and Other Data

**Table 6.--Total Adjusted Gross Income Estimated from National Income and Product Accounts (NIPA) and as Reported on Individual Income Tax Returns per Statistics of Income (SOI), Tax Years 1950-2003**

[All figures are estimates--money amounts are in billions of dollars]

Tax year	Adjusted gross income (AGI)		Difference	
	Total (per NIPA) <sup>2, 3</sup>	Reported on tax returns (per SOI) <sup>3</sup>	Amount <sup>3</sup>	Percentage of total (per NIPA) <sup>3</sup>
	(1)	(2)	(3)	(4)
1950.....	202.5	179.1	23.4	11.6
1951.....	229.3	202.3	27.0	11.8
1952.....	241.6	215.3	26.3	10.9
1953.....	256.1	228.7	27.4	10.7
1954.....	257.3	229.2	28.1	10.9
1955.....	278.7	248.5	30.2	10.8
1956.....	299.4	267.7	31.7	10.6
1957.....	312.6	280.3	32.3	10.3
1958.....	315.8	281.2	34.6	11.0
1959.....	341.8	305.1	36.7	10.7
1960.....	354.0	315.5	38.5	10.9
1961.....	368.0	329.9	38.1	10.4
1962.....	390.0	348.7	41.3	10.6
1963.....	411.0	368.8	42.2	10.3
1964.....	443.9	396.7	47.2	10.6
1965.....	480.6	429.2	51.4	10.7
1966.....	521.2	468.5	52.7	10.1
1967.....	551.3	504.8	46.5	8.4
1968.....	605.6	554.4	51.2	8.5
1969.....	659.8	603.5	56.3	8.5
1970.....	696.4	631.7	64.7	9.3
1971.....	742.8	673.6	69.2	9.3
1972.....	824.5	746.0	78.5	9.5
1973.....	925.0	827.1	97.9	10.6
1974.....	1,003.5	905.5	98.0	9.8
1975.....	1,046.8	947.8	99.0	9.5
1976.....	1,168.0	1,053.9	114.1	9.8
1977.....	1,296.1	1,158.5	137.6	10.6
1978.....	1,466.4	1,302.4	164.0	11.2
1979.....	1,654.1	1,465.4	188.7	11.4
1980.....	1,830.3	1,613.7	216.6	11.8
1981.....	2,016.3	1,772.6	243.7	12.1
1982.....	2,098.6	1,852.1	246.5	11.7
1983.....	2,225.6	1,942.6	283.0	12.7
1984.....	2,472.6	2,139.9	332.7	13.5
1985.....	2,631.6	2,306.0	325.6	12.4
1986.....	2,853.2	2,481.7	371.5	13.0
1987.....	3,121.1	2,773.8	347.3	11.1
1988.....	3,411.9	3,083.0	328.9	9.6
1989.....	3,649.7	3,256.4	393.3	10.8
1990.....	3,798.4	3,405.4	393.0	10.3
1991.....	3,856.8	3,464.5	392.3	10.2
1992.....	4,092.0	3,629.1	462.9	11.3
1993.....	4,245.4	3,723.3	522.1	12.3
1994.....	4,473.7	3,907.5	566.2	12.7
1995.....	4,759.8	4,189.4	570.4	12.0
1996.....	5,144.5	4,536.0	608.5	11.8
1997.....	5,578.0	4,969.9	608.1	10.9
1998.....	6,120.2	5,416.0	704.2	11.5
1999.....	6,553.5	5,855.5	698.0	10.7
2000.....	7,125.4	6,365.4	760.0	10.7
2001.....	7,005.0	6,170.6	834.4	11.9
2002.....	6,976.8	6,033.6	943.2	13.5
2003.....	7,248.8	6,207.1	1,041.7	14.4

See notes at end of this section.

## Selected Historical and Other Data

**Table 7.--Standard, Itemized, and Total Deductions Reported on Individual Income Tax Returns, Tax Years 1950-2004**

[All figures are estimates based on samples--number of returns is in millions; money amounts are in billions of dollars]

Tax year	Total number of returns	Total deductions		Standard deduction		Itemized deductions	
		Amount <sup>1</sup>	As a percentage of adjusted gross income (AGI) <sup>2</sup>	Number of returns <sup>3</sup>	Amount <sup>4</sup>	Number of returns <sup>3</sup>	Amount <sup>5</sup>
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
1950.....	53.1	21.9	12.2	42.7	12.0	10.3	9.9
1951.....	55.4	25.2	12.5	43.9	13.3	11.6	11.9
1952.....	56.5	27.3	12.7	43.7	13.7	12.8	13.6
1953.....	57.8	29.8	13.0	43.4	14.2	14.4	15.6
1954.....	56.7	30.7	13.4	41.0	13.3	15.7	17.4
1955.....	58.3	33.6	13.5	40.9	13.6	16.9	20.0
1956.....	59.2	36.4	13.6	40.3	13.8	18.5	22.6
1957.....	59.8	39.5	14.1	39.3	13.8	20.2	25.7
1958.....	59.1	40.7	14.5	37.9	13.2	20.8	27.5
1959.....	60.3	45.4	14.9	37.3	13.4	22.5	32.0
1960.....	61.0	48.4	15.3	36.5	13.1	24.1	35.3
1961.....	61.5	51.3	15.6	35.8	12.9	25.3	38.4
1962.....	62.7	54.8	15.7	35.8	13.1	26.5	41.7
1963.....	63.9	59.2	16.1	35.4	13.1	28.2	46.1
1964.....	65.4	67.0	16.9	38.0	20.2	26.9	46.8
1965.....	67.6	71.4	16.6	39.3	20.6	27.9	50.7
1966.....	70.2	76.4	16.3	41.2	21.8	28.6	54.6
1967.....	71.7	81.7	16.2	41.5	22.1	29.8	59.6
1968.....	73.7	91.3	16.5	41.3	22.1	32.0	69.2
1969.....	75.8	101.8	16.9	40.5	21.6	34.9	80.2
1970.....	74.3	120.5	19.1	38.4	32.4	35.4	88.2
1971.....	74.6	139.9	20.8	43.5	48.1	30.7	91.9
1972.....	77.6	166.4	22.3	50.2	69.8	27.0	96.7
1973.....	80.7	180.6	21.8	52.2	73.6	28.0	107.0
1974.....	83.3	195.5	21.6	53.2	76.1	29.6	119.4
1975.....	82.2	233.2	24.6	55.5	100.9	26.1	122.3
1976.....	84.7	247.6	23.5	58.2	113.8	26.0	133.9
1977.....	86.6	276.2	23.8	58.8	137.7	22.9	138.5
1978.....	89.8	304.3	23.4	59.5	139.8	25.8	164.4
1979.....	92.7	333.0	22.7	60.7	148.8	26.5	184.2
1980.....	93.9	364.0	22.6	59.5	146.0	29.0	218.0
1981.....	95.4	401.2	22.6	58.7	144.7	31.6	256.4
1982.....	95.3	425.2	23.0	56.9	140.2	33.4	284.5
1983.....	96.3	448.7	23.1	56.2	138.5	35.2	309.6
1984.....	99.4	499.6	23.3	56.7	139.5	38.2	358.9
1985.....	101.7	554.7	24.1	57.0	145.0	39.8	405.0
1986.....	103.0	611.3	24.6	56.5	151.0	40.7	447.1
1987.....	107.0	607.2	21.9	69.1	215.2	35.6	392.0
1988.....	109.7	686.0	22.3	76.5	289.6	31.9	395.2
1989.....	112.1	740.4	22.7	79.3	309.4	32.0	431.0
1990.....	113.7	789.9	23.2	80.6	331.5	32.2	458.5
1991.....	114.7	818.8	23.6	81.3	351.1	32.5	467.7
1992.....	113.6	848.5	23.4	80.1	366.5	32.5	481.9
1993.....	114.6	872.5	23.4	80.8	382.1	32.8	490.4
1994.....	115.9	890.8	22.8	81.9	397.1	33.0	493.7
1995.....	118.2	941.0	22.5	83.2	413.6	34.0	527.4
1996.....	120.4	998.6	22.0	84.0	426.1	35.4	572.5
1997.....	122.4	1,062.5	21.4	84.8	441.7	36.6	620.8
1998.....	124.8	1,135.9	21.0	85.6	459.5	38.2	676.5
1999.....	127.1	1,205.3	20.6	85.8	464.0	40.2	741.4
2000.....	129.4	1,293.2	20.3	85.7	470.8	42.5	822.4
2001.....	130.3	1,366.4	22.1	84.2	467.0	44.6	884.5
2002.....	130.1	1,390.1	23.0	82.7	477.2	45.6	898.0
2003.....	130.4	1,457.6	23.5	84.6	539.9	43.9	901.9
2004p.....	132.4	1,536.3	22.7	84.4	548.5	46.2	971.7

See notes at end of this section.

## Selected Historical and Other Data

**Table 8.--Personal Income per National Income and Product Accounts (NIPA), and Taxable Income and Individual Income Tax per Statistics of Income (SOI), Tax Years 1950-2004**

[All figures are estimates--money amounts are in billions of dollars]

Tax year	Personal income (per NIPA) <sup>1,2</sup>	Taxable income (per SOI) <sup>3</sup>		Total income tax (per SOI) <sup>3</sup>		
		Amount	As a percentage of personal income	Amount	As a percentage of--	
					Personal income	Taxable income
	(1)	(2)	(3)	(4)	(5)	(6)
1950.....	229.0	84.3	36.8	18.4	8.0	21.8
1951.....	258.0	99.2	38.4	24.2	9.4	24.4
1952.....	275.4	107.2	38.9	27.8	10.1	25.9
1953.....	291.9	114.3	39.2	29.4	10.1	25.7
1954.....	294.5	115.3	39.2	26.7	9.1	23.2
1955.....	316.1	128.0	40.5	29.6	9.4	23.1
1956.....	339.6	141.5	41.7	32.7	9.6	23.1
1957.....	358.7	149.4	41.7	34.4	9.6	23.0
1958.....	369.0	149.3	40.5	34.3	9.3	23.0
1959.....	392.8	166.5	42.4	38.6	9.8	23.2
1960.....	411.5	171.6	41.7	39.5	9.6	23.0
1961.....	429.0	181.8	42.4	42.2	9.8	23.2
1962.....	456.7	195.3	42.8	44.9	9.8	23.0
1963.....	479.6	209.1	43.6	48.2	10.1	23.1
1964.....	514.6	229.9	44.7	47.2	9.2	20.5
1965.....	555.7	255.1	45.9	49.6	8.9	19.4
1966.....	603.9	286.3	47.4	56.1	9.3	19.6
1967.....	648.3	315.1	48.6	63.0	9.7	20.0
1968.....	712.0	352.8	49.6	76.7	10.8	21.7
1969.....	778.5	388.8	49.9	86.6	11.1	22.3
1970.....	838.8	401.2	47.8	83.9	10.0	20.9
1971.....	903.5	414.0	45.8	85.4	9.5	20.6
1972.....	992.7	447.6	45.1	93.6	9.4	20.9
1973.....	1,110.7	511.9	46.1	108.1	9.7	21.1
1974.....	1,222.6	573.6	46.9	123.6	10.1	21.5
1975.....	1,335.0	595.5	44.6	124.5	9.3	20.9
1976.....	1,474.8	674.9	45.8	141.8	9.6	21.0
1977.....	1,633.2	733.8	44.9	159.8	9.8	21.8
1978.....	1,837.7	846.4	46.1	188.2	10.2	22.2
1979.....	2,062.2	926.6	44.9	214.5	10.4	23.1
1980.....	2,307.9	1,045.2	45.3	250.3	10.8	23.9
1981.....	2,591.3	1,170.1	45.2	284.1	11.0	24.3
1982.....	2,775.3	1,231.9	44.4	277.6	10.0	22.5
1983.....	2,960.7	1,300.2	43.9	274.2	9.3	21.1
1984.....	3,289.5	1,447.0	44.0	301.9	9.2	20.9
1985.....	3,526.7	1,550.5	44.0	325.7	9.2	21.0
1986.....	3,722.4	1,665.6	44.7	367.3	9.9	22.1
1987.....	3,947.4	1,850.6	46.9	369.2	9.4	20.0
1988.....	4,253.7	2,070.0	48.7	412.9	9.7	19.9
1989.....	4,587.8	2,173.3	47.4	432.9	9.4	19.9
1990.....	4,878.6	2,263.7	46.4	447.1	9.2	19.8
1991.....	5,051.0	2,284.1	45.2	448.4	8.9	19.6
1992.....	5,362.0	2,395.7	44.7	476.2	8.9	19.9
1993.....	5,558.5	2,453.5	44.1	502.8	9.0	20.5
1994.....	5,842.5	2,598.0	44.5	534.9	9.2	20.6
1995.....	6,152.3	2,813.8	45.7	588.4	9.6	20.9
1996.....	6,520.6	3,089.7	47.4	658.2	10.1	21.3
1997.....	6,915.1	3,429.1	49.6	731.3	10.6	21.3
1998.....	7,423.0	3,780.8	50.9	788.5	10.6	20.9
1999.....	7,802.4	4,136.1	53.0	877.4	11.2	21.2
2000.....	8,429.7	4,544.2	53.9	980.6	11.6	21.6
2001.....	8,724.1	4,268.5	48.9	888.0	10.2	20.8
2002.....	8,881.9	4,096.1	46.1	797.0	9.0	19.5
2003.....	9,169.1	4,200.2	45.8	748.0	8.2	17.8
2004 <sup>p</sup> .....	9,713.3	4,649.0	47.9	830.4	8.5	17.9

See notes at end of this section.

## Selected Historical and Other Data

**Table 9.--Number of Individual Income Tax Returns, by Type of Tax Settlement, Tax Years 1950-2004**

[All figures are estimates based on samples--number of returns is in millions]

Tax year	Total number of returns	Number of returns with--		
		Tax due at time of filing	Overpayments <sup>1</sup>	No overpayments or tax due at time of filing
	(1)	(2)	(3)	(4)
1950.....	53.1	14.3	32.0	6.8
1951.....	55.4	18.6	31.0	5.8
1952.....	56.5	19.3	32.1	5.1
1953.....	57.8	19.0	32.7	6.2
1954.....	56.7	16.6	35.2	5.0
1955.....	58.3	18.7	35.4	4.2
1956.....	59.2	19.4	36.1	3.7
1957.....	59.8	18.6	37.6	3.6
1958.....	59.1	18.1	37.4	3.6
1959.....	60.3	19.1	38.4	2.8
1960.....	61.0	18.1	39.4	3.5
1961.....	61.5	18.6	40.0	2.9
1962.....	62.7	18.7	40.9	3.1
1963.....	63.9	19.3	41.4	3.3
1964.....	65.4	22.5	39.3	3.5
1965.....	67.6	20.0	44.3	3.2
1966.....	70.2	17.8	49.4	3.0
1967.....	71.7	17.5	51.2	3.0
1968.....	73.7	20.3	50.6	2.8
1969.....	75.8	17.9	54.9	3.0
1970.....	74.3	16.5	55.3	2.5
1971.....	74.6	17.0	55.3	2.4
1972.....	77.6	11.9	63.3	2.3
1973.....	80.7	14.2	64.2	2.2
1974.....	83.3	15.4	65.8	2.1
1975.....	82.2	15.8	63.8	2.6
1976.....	84.7	16.9	65.0	2.8
1977.....	86.6	17.8	66.0	2.8
1978.....	89.8	21.6	65.5	2.7
1979.....	92.7	18.8	71.4	2.4
1980.....	93.9	21.8	69.9	2.3
1981.....	95.4	23.0	70.0	2.4
1982.....	95.3	20.3	72.4	2.6
1983.....	96.3	18.5	75.0	2.9
1984.....	99.4	21.2	75.6	2.7
1985.....	101.7	21.2	77.4	3.0
1986.....	103.0	21.5	78.1	3.5
1987.....	107.0	23.8	79.8	3.4
1988.....	109.7	27.2	79.1	3.4
1989.....	112.1	28.0	80.9	3.2
1990.....	113.7	27.0	83.5	3.2
1991.....	114.7	25.6	85.6	3.5
1992.....	113.6	29.0	81.0	3.6
1993.....	114.6	28.6	82.4	3.6
1994.....	115.9	27.6	85.1	3.2
1995.....	118.2	29.7	85.3	3.2
1996.....	120.4	30.6	86.5	3.3
1997.....	122.4	31.2	88.3	2.9
1998.....	124.8	28.4	93.4	3.0
1999.....	127.1	29.2	94.8	3.1
2000.....	129.4	30.6	95.9	2.9
2001.....	130.3	24.6	102.3	3.4
2002.....	130.1	22.8	103.5	3.8
2003.....	130.4	21.1	105.4	4.0
2004p.....	132.4	24.2	104.2	4.0

See notes at end of this section.

## Selected Historical and Other Data

**Table 10.--Nonfarm Sole Proprietorship Returns: Selected Income Statement Items for Specified Income Years, 1995-2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	1995	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Number of returns with nonfarm business net income or deficit, total <sup>1</sup>.....</b>	<b>16,423,872</b>	<b>17,408,809</b>	<b>17,575,643</b>	<b>17,904,731</b>	<b>18,338,190</b>	<b>18,925,517</b>	<b>19,710,079</b>
Number with nonfarm business net income.....	12,213,472	13,080,498	13,165,318	13,307,842	13,603,907	13,750,798	14,447,889
<b>Number of nonfarm businesses.....</b>	<b>18,391,237</b>	<b>19,369,091</b>	<b>19,516,047</b>	<b>19,863,507</b>	<b>20,378,335</b>	<b>20,972,642</b>	<b>21,875,950</b>
<b>Business receipts, total .....</b>	<b>807,363,638</b>	<b>918,268,196</b>	<b>969,347,038</b>	<b>1,020,957,283</b>	<b>1,016,834,678</b>	<b>1,029,691,760</b>	<b>1,050,202,446</b>
Income from sales and operations .....	796,597,098	905,137,974	955,392,128	1,007,948,354	1,002,205,953	1,015,363,541	1,033,934,376
<b>Total deductions <sup>2</sup>.....</b>	<b>638,126,845</b>	<b>716,157,430</b>	<b>761,427,577</b>	<b>806,386,102</b>	<b>799,633,110</b>	<b>808,900,651</b>	<b>820,206,714</b>
Cost of goods sold.....	306,958,514	341,132,831	370,079,223	387,381,087	363,355,614	351,785,009	338,376,959
Inventory, beginning-of-year.....	31,167,684	30,801,698	31,540,485	32,412,471	34,176,255	34,291,721	34,924,642
Inventory, end-of-year.....	33,355,750	32,881,518	33,835,064	34,342,365	35,732,488	36,279,786	36,911,339
Purchases .....	219,305,493	231,404,960	255,539,328	268,789,953	246,541,135	227,085,757	218,445,328
Cost of labor.....	24,383,409	27,447,822	28,723,302	29,278,688	28,022,289	30,389,028	28,032,070
Materials and supplies .....	34,427,096	42,161,782	41,757,379	43,195,524	43,798,283	45,589,230	46,554,634
Advertising.....	8,309,645	9,413,989	9,453,659	10,148,700	10,774,079	11,237,979	12,340,084
Car and truck expenses.....	32,784,939	39,715,702	40,786,963	45,711,214	47,351,940	50,489,359	53,466,645
Commissions.....	9,591,619	10,722,131	11,228,396	11,621,490	12,130,077	14,066,786	13,502,446
Depletion.....	457,480	380,149	387,000	684,974	693,669	461,938	639,008
Depreciation .....	26,233,844	29,135,616	30,637,555	32,196,159	33,425,567	36,642,027	41,754,963
Pension and profit-sharing plans .....	649,043	756,924	870,362	892,873	991,892	1,085,247	1,182,019
Employee benefit programs.....	1,298,834	1,560,404	1,663,528	1,871,875	2,040,639	2,284,368	2,421,673
Insurance.....	12,977,567	12,938,411	13,219,821	13,623,759	14,367,018	16,004,335	17,489,210
Interest paid, total .....	10,056,583	11,159,401	11,224,488	12,232,846	12,509,547	11,439,539	10,581,245
Mortgage interest.....	4,076,344	4,882,248	4,736,127	5,250,896	5,456,226	5,006,864	4,762,929
Other interest.....	5,980,239	6,277,153	6,488,361	6,981,950	7,053,321	6,432,675	5,818,316
Legal and professional services.....	6,340,021	6,669,029	6,818,392	7,312,694	7,482,619	8,365,930	8,284,557
Meals and entertainment expenses before limitation.....	6,353,157	7,526,850	7,987,445	9,183,825	9,314,840	10,020,243	10,897,636
Meals and entertainment deduction.....	3,208,742	3,796,350	4,031,523	4,664,694	4,735,312	5,088,083	5,524,213
Office expenses.....	8,344,181	9,611,633	9,921,297	10,456,415	10,604,805	11,331,733	11,849,079
Rent paid, total .....	27,502,981	30,460,020	31,417,502	33,222,458	33,641,132	34,854,754	35,672,010
On machinery.....	6,218,381	7,545,390	8,227,000	8,880,267	8,522,008	8,543,257	8,470,304
On other business property.....	21,284,600	22,914,630	23,190,502	24,342,191	25,119,124	26,311,497	27,201,706
Repairs .....	10,171,788	11,349,751	11,697,341	12,280,525	12,129,756	12,669,141	13,221,220
Net salaries and wages (not deducted elsewhere).....	54,470,725	58,864,773	61,204,430	63,485,540	63,826,020	66,067,965	67,640,849
Supplies.....	16,902,055	19,725,440	21,654,319	21,793,962	23,074,836	24,615,763	25,507,159
Taxes paid .....	13,471,220	13,730,731	14,000,359	13,955,919	14,214,082	14,901,431	15,179,639
Travel.....	6,504,973	7,624,311	8,089,635	8,457,317	8,657,266	9,110,193	9,313,708
Utilities (including telephone) .....	17,205,789	18,431,400	18,466,170	19,381,881	20,482,680	20,674,727	21,661,093
Bad debts .....	996,588	925,866	1,111,178	983,868	1,176,324	1,055,722	n.a.
Business use of home.....	3,337,929	4,138,364	4,785,849	5,642,543	5,981,403	6,474,145	7,047,483
<b>Net income (less deficit) <sup>2</sup>.....</b>	<b>169,262,336</b>	<b>202,274,720</b>	<b>207,946,977</b>	<b>214,715,298</b>	<b>217,385,116</b>	<b>221,113,286</b>	<b>230,308,100</b>
Net income <sup>2</sup> .....	191,728,953	226,189,570	233,404,991	245,230,626	250,178,322	257,292,855	269,089,168
Deficit <sup>2</sup> .....	22,466,617	23,914,850	25,458,013	30,515,328	32,793,206	36,179,568	38,781,068

See notes at end of this section.

## Selected Historical and Other Data

**Table 11.--Partnership Returns: Selected Balance Sheet and Income Statement Items for Specified Income Years, 1995-2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	1995	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Total number of active partnerships .....</b>	<b>1,580,900</b>	<b>1,855,348</b>	<b>1,936,919</b>	<b>2,057,500</b>	<b>2,132,117</b>	<b>2,242,169</b>	<b>2,375,375</b>
Number with net income.....	955,166	1,171,187	1,225,916	1,261,420	1,301,040	1,325,008	1,356,988
Number with balance sheets <sup>1</sup> .....	1,053,139	1,303,970	1,392,405	1,504,978	1,591,450	1,682,072	1,768,302
<b>Number of partners .....</b>	<b>15,605,686</b>	<b>15,663,372</b>	<b>15,353,154</b>	<b>13,659,967</b>	<b>14,231,604</b>	<b>14,328,108</b>	<b>14,108,458</b>
<b>Number of limited partnerships <sup>2</sup>.....</b>	<b>295,304</b>	<b>342,726</b>	<b>354,295</b>	<b>348,973</b>	<b>369,150</b>	<b>376,963</b>	<b>378,921</b>
Number of partners <sup>2</sup> .....	10,223,901	9,325,111	8,944,693	6,468,292	7,023,431	6,918,515	6,262,103
<b>Number of limited liability companies <sup>2</sup>...</b>	<b>118,559</b>	<b>470,657</b>	<b>589,403</b>	<b>718,704</b>	<b>808,692</b>	<b>946,130</b>	<b>1,091,502</b>
Number of partners <sup>2</sup> .....	712,781	1,879,382	2,256,062	2,699,227	3,231,921	3,737,899	4,226,099
<b>Total assets <sup>3</sup>.....</b>	<b>2,718,647,742</b>	<b>5,126,548,007</b>	<b>5,998,952,883</b>	<b>6,694,142,838</b>	<b>8,428,217,379</b>	<b>8,866,560,101</b>	<b>9,675,052,728</b>
Depreciable assets (net) .....	766,778,033	1,153,222,498	1,314,251,428	1,487,182,018	1,646,477,441	1,791,511,841	1,845,514,643
Inventories, end of year.....	88,050,194	175,963,423	174,078,288	149,875,359	208,165,141	202,669,386	213,605,408
Land.....	221,172,841	291,171,287	326,371,562	358,625,577	392,090,094	423,177,429	454,765,198
<b>Total liabilities <sup>3</sup>.....</b>	<b>1,886,488,062</b>	<b>3,150,848,369</b>	<b>3,453,186,389</b>	<b>3,695,508,180</b>	<b>4,835,135,071</b>	<b>4,972,036,919</b>	<b>5,303,160,043</b>
Accounts payable.....	90,603,965	190,689,535	243,769,049	229,893,243	361,748,491	346,350,802	275,560,392
Short-term debt <sup>4</sup> .....	123,961,301	229,922,243	231,808,501	252,226,751	289,248,638	282,684,863	273,570,095
Long-term debt <sup>5</sup> .....	544,253,482	884,452,445	988,667,751	1,132,180,865	1,286,392,538	1,375,077,274	1,389,224,345
Nonrecourse loans.....	465,744,743	523,403,560	582,151,975	639,417,006	699,883,406	770,277,980	799,599,369
<b>Partners' capital account <sup>3</sup>.....</b>	<b>832,159,680</b>	<b>1,975,699,638</b>	<b>2,545,766,494</b>	<b>2,998,634,658</b>	<b>3,593,082,308</b>	<b>3,894,523,181</b>	<b>4,371,892,684</b>
<b>Total receipts.....</b>	<b>890,431,963</b>	<b>1,603,027,268</b>	<b>1,907,171,104</b>	<b>2,405,356,195</b>	<b>2,665,156,204</b>	<b>2,772,829,505</b>	<b>2,922,723,256</b>
Business receipts.....	760,617,695	1,356,655,904	1,615,762,245	2,061,764,235	2,278,200,526	2,414,187,093	2,545,612,266
Interest received.....	31,240,619	51,454,743	61,769,762	82,322,875	84,801,548	70,225,315	70,702,884
<b>Total deductions.....</b>	<b>783,602,767</b>	<b>1,416,322,641</b>	<b>1,678,732,999</b>	<b>2,136,365,436</b>	<b>2,388,821,379</b>	<b>2,502,162,335</b>	<b>2,621,325,038</b>
Cost of goods sold.....	395,322,385	737,235,839	902,157,018	1,225,628,897	1,338,114,656	1,430,213,629	1,522,806,503
Purchases.....	256,546,960	461,144,704	585,068,938	797,038,243	887,515,286	903,589,600	987,652,150
Cost of labor.....	20,080,458	33,411,962	42,089,216	46,714,175	53,029,403	58,736,031	63,434,283
Net salaries and wages (not deducted elsewhere).....	80,292,538	142,910,961	169,905,010	201,350,844	230,874,139	237,882,426	244,927,745
Taxes paid .....	13,151,513	23,813,223	26,896,235	31,145,304	34,626,540	36,416,569	39,019,475
Interest paid.....	42,775,881	73,406,067	74,428,567	92,751,748	97,278,387	68,127,690	64,619,863
Depreciation <sup>7</sup> .....	62,266,537	88,646,144	102,786,520	116,040,441	138,412,382	154,542,874	157,411,296
<b>Net income (less deficit) .....</b>	<b>106,829,196</b>	<b>186,704,627</b>	<b>228,438,105</b>	<b>268,990,758</b>	<b>276,334,824</b>	<b>270,667,169</b>	<b>301,398,218</b>
Net income .....	178,650,951	297,875,299	348,467,958	409,972,787	446,069,172	439,761,741	468,552,382
Deficit .....	71,821,755	111,170,672	120,029,853	140,982,029	169,734,347	169,094,572	167,154,164

See notes at end of this section.

## Selected Historical and Other Data

**Table 12.--Number of Business Income Tax Returns, by Size of Business for Specified Income Years, 1995-2003<sup>1</sup>**

[All figures are estimates based on samples--number of businesses is in thousands]

Type and size of business	1995	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>CORPORATIONS</b>							
<b>Total.....</b>	<b>4,474.2</b>	<b>4,848.9</b>	<b>4,935.9</b>	<b>5,045.3</b>	<b>5,135.6</b>	<b>5,266.6</b>	<b>5,401.2</b>
<b>Receipt size <sup>2</sup></b>							
Under \$25,000 <sup>3</sup> .....	1,030.0	1,168.1	1,188.7	1,220.0	1,248.2	1,282.5	1,279.7
\$25,000 under \$50,000 .....	288.4	289.0	296.9	305.4	295.8	314.3	346.3
\$50,000 under \$100,000 .....	446.8	459.9	486.5	477.4	484.5	514.4	522.1
\$100,000 under \$250,000.....	736.1	839.7	823.9	837.1	877.1	893.9	929.9
\$250,000 under \$500,000 .....	623.9	645.5	676.1	677.5	672.6	688.8	719.6
\$500,000 under \$1,000,000.....	512.7	553.1	546.2	581.9	601.5	610.7	622.6
\$1,000,000 or more .....	803.3	893.5	917.5	946.0	955.9	962.1	981.1
<b>Asset size <sup>4</sup></b>							
Under \$100,000 <sup>5</sup> .....	2,615.0	2,813.7	2,845.7	2,911.3	n.a.	n.a.	n.a.
Under \$500,000 .....	n.a.	n.a.	n.a.	n.a.	4,289.8	4,415.3	4,544.5
\$100,000 under \$1,000,000.....	1,438.0	1,562.7	1,600.2	1,631.0	n.a.	n.a.	n.a.
\$500,000 under \$1,000,000.....	n.a.	n.a.	n.a.	n.a.	342.2	344.5	342.8
\$1,000,000 under \$10,000,000.....	256.6	399.8	413.3	422.5	424.0	427.1	432.3
\$10,000,000 under \$25,000,000.....	29.1	33.0	35.0	37.0	36.4	36.8	37.7
\$25,000,000 under \$50,000,000.....	12.4	13.0	13.6	14.4	14.1	13.9	14.1
\$50,000,000 under \$100,000,000.....	8.4	8.9	9.3	9.6	9.5	9.3	9.3
\$100,000,000 under \$250,000,000.....	7.2	8.2	8.4	8.7	8.7	8.6	8.7
\$250,000,000 or more, total.....	7.5	9.7	10.4	10.9	11.0	11.1	11.8
\$250,000,000 under \$500,000,000.....	n.a.	n.a.	n.a.	n.a.	4.2	4.2	4.4
\$500,000,000 under \$2,500,000,000.....	n.a.	n.a.	n.a.	n.a.	4.9	4.9	5.3
\$2,500,000,000 or more.....	n.a.	n.a.	n.a.	n.a.	1.9	2.0	2.1
<b>PARTNERSHIPS</b>							
<b>Total.....</b>	<b>1,580.9</b>	<b>1,855.3</b>	<b>1,936.9</b>	<b>2,057.5</b>	<b>2,132.1</b>	<b>2,242.2</b>	<b>2,375.4</b>
<b>Receipt size <sup>6</sup></b>							
Under \$25,000 <sup>3</sup> .....	931.3	1,037.6	1,036.3	1,105.1	1,129.9	1,203.7	1,284.4
\$25,000 under \$50,000.....	133.5	157.3	169.5	183.0	182.6	185.3	191.8
\$50,000 under \$100,000.....	142.3	156.8	187.4	187.3	192.1	195.1	205.7
\$100,000 under \$250,000 .....	158.6	206.4	212.4	225.8	233.9	248.5	262.4
\$250,000 under \$500,000 .....	86.5	113.8	125.8	127.0	139.4	145.3	147.9
\$500,000 under \$1,000,000 .....	59.4	76.6	83.8	92.4	102.8	105.0	110.7
\$1,000,000 or more .....	69.3	106.8	121.6	136.9	151.4	159.3	172.4
<b>Asset size <sup>5</sup></b>							
Under \$25,000 .....	733.7	794.4	793.3	827.9	825.5	865.5	925.9
\$25,000 under \$50,000 .....	79.1	92.5	93.3	105.3	104.7	104.9	112.0
\$50,000 under \$100,000.....	106.7	122.3	135.4	128.4	130.7	132.7	131.9
\$100,000 under \$250,000.....	184.5	210.7	216.4	229.5	239.1	252.3	259.0
\$250,000 under \$500,000 .....	134.2	162.0	175.8	196.5	205.9	205.5	227.7
\$500,000 under \$1,000,000 .....	123.8	162.9	175.2	183.0	202.6	226.4	231.7
\$1,000,000 or more.....	218.9	310.5	347.5	386.9	423.7	454.9	487.2

See notes at end of this section.

## Selected Historical and Other Data

**Table 12.--Number of Business Income Tax Returns, by Size of Business for Specified Income Years, 1995-2003<sup>1</sup>--Continued**

[All figures are estimates based on samples--number of businesses is in thousands]

Type and size of business	1995	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>NONFARM SOLE PROPRIETORSHIPS<sup>7</sup></b>							
<b>Total .....</b>	<b>16,423.9</b>	<b>17,408.8</b>	<b>17,575.6</b>	<b>17,904.7</b>	<b>18,338.2</b>	<b>18,925.5</b>	<b>19,710.1</b>
<b>Receipt size</b>							
Under \$2,500 <sup>3</sup> .....	4,139.5	4,246.4	4,295.6	4,333.1	3,769.4	4,546.4	4,539.7
\$2,500 under \$5,000 .....	1,954.1	2,055.6	1,972.6	1,933.9	1,989.3	2,043.8	2,233.0
\$5,000 under \$10,000 .....	2,254.4	2,407.0	2,350.2	2,395.7	2,523.1	2,604.6	2,816.3
\$10,000 under \$25,000 .....	2,969.3	3,058.3	3,202.2	3,334.0	3,448.4	3,521.6	3,719.1
\$25,000 under \$50,000 .....	1,982.7	2,111.9	2,227.0	2,246.7	2,239.3	2,357.8	2,449.8
\$50,000 under \$100,000 .....	1,392.6	1,590.1	1,558.5	1,644.8	1,704.0	1,751.8	1,805.4
\$100,000 under \$200,000 .....	916.3	1,019.7	1,020.3	1,052.9	1,109.7	1,115.4	1,145.7
\$200,000 under \$500,000 .....	597.7	666.6	681.4	680.4	649.2	687.8	705.1
\$500,000 under \$1,000,000 .....	147.4	175.1	182.2	189.5	197.8	203.3	199.7
\$1,000,000 or more .....	69.9	78.1	85.7	91.7	92.9	93.0	96.3

See notes at end of this section.

## Selected Historical and Other Data

**Table 13.--Corporation Income Tax Returns: Balance Sheet, Income Statement, and Tax Items for Specified Income Years, 1995-2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	1995	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Number of returns, total <sup>1</sup></b> .....	<b>4,474,167</b>	<b>4,848,888</b>	<b>4,935,904</b>	<b>5,045,274</b>	<b>5,135,591</b>	<b>5,266,607</b>	<b>5,401,237</b>
Number with net income <sup>1</sup> .....	2,455,492	2,760,814	2,812,175	2,819,153	2,822,302	2,800,517	2,932,115
Consolidated returns <sup>1,2,3</sup> .....	65,617	60,812	57,144	56,603	56,507	52,743	49,900
S corporation returns <sup>1,3,4</sup> .....	2,153,119	2,588,088	2,725,775	2,860,478	2,986,486	3,154,377	3,341,606
<b>Total assets<sup>5</sup></b> .....	<b>26,013,689,001</b>	<b>37,347,352,986</b>	<b>41,464,152,854</b>	<b>47,026,871,874</b>	<b>49,154,424,202</b>	<b>50,413,501,942</b>	<b>53,644,784,683</b>
Cash .....	962,083,261	1,336,424,483	1,596,525,490	1,819,788,484	1,926,059,284	1,923,414,875	2,119,555,828
Notes and accounts receivable .....	5,306,570,583	7,061,547,469	7,744,960,605	8,754,425,366	8,755,544,213	8,885,603,717	8,995,395,904
Less: Allowance for bad debts .....	121,339,912	128,129,657	139,597,391	148,289,201	180,317,404	184,924,054	166,436,901
Inventories <sup>6</sup> .....	1,045,010,082	1,139,210,381	1,198,184,825	1,271,967,443	1,208,206,944	1,221,112,550	1,267,289,489
Investments in U.S. Government obligations .....	1,363,454,504	1,365,651,984	1,340,484,175	1,236,229,842	1,392,035,604	1,527,139,020	1,656,326,948
Tax-exempt securities .....	839,783,392	958,653,471	957,099,790	973,317,816	1,057,398,071	1,203,096,628	1,297,278,783
Other current assets .....	1,835,051,182	2,738,441,339	2,639,764,762	3,206,693,449	3,663,607,042	3,509,562,061	3,868,061,886
Loans to shareholders .....	92,774,645	135,052,180	126,016,307	157,029,888	189,958,748	194,543,759	212,364,720
Mortgage and real estate loans .....	1,713,312,936	2,414,901,336	2,554,658,266	2,821,508,159	3,228,970,528	3,687,181,263	4,072,938,126
Other investments .....	7,429,369,054	13,201,119,823	15,799,039,436	17,873,853,425	18,343,524,687	18,727,600,926	20,535,952,107
Depreciable assets .....	5,571,142,501	6,541,280,743	6,935,503,013	7,291,998,758	7,613,590,480	7,677,626,201	7,804,548,186
Less: Accumulated depreciation .....	2,600,545,415	3,031,634,536	3,227,243,753	3,369,214,883	3,549,239,594	3,699,383,948	3,812,960,901
Depletable assets .....	153,542,647	192,668,634	183,593,413	191,353,340	198,775,908	226,336,112	237,004,322
Less: Accumulated depletion .....	70,960,211	92,307,154	85,660,310	87,437,339	92,093,245	110,296,199	110,386,244
Land .....	242,340,731	271,489,857	286,497,086	302,831,910	319,953,637	325,689,411	341,705,785
Intangible assets (amortizable) .....	749,166,777	1,376,300,094	1,717,251,430	2,246,509,413	2,474,758,111	2,353,465,751	2,421,707,223
Less: Accumulated amortization .....	165,020,215	232,743,976	280,555,798	364,363,888	483,180,189	480,835,477	478,750,745
Other assets .....	1,667,952,459	2,099,426,516	2,117,631,510	2,848,669,891	3,086,871,379	3,426,569,347	3,383,190,167
<b>Total liabilities <sup>5</sup></b> .....	<b>26,013,689,001</b>	<b>37,347,352,986</b>	<b>41,464,152,854</b>	<b>47,026,871,874</b>	<b>49,154,424,202</b>	<b>50,413,501,942</b>	<b>53,644,784,683</b>
Accounts payable <sup>8</sup> .....	1,749,573,601	2,501,289,043	2,792,333,967	3,758,177,869	3,927,350,604	4,073,664,265	4,337,572,143
Mortgages, notes, and bonds payable in less than 1 year .....	2,033,602,027	3,215,524,383	3,658,308,770	4,019,704,844	4,131,856,961	3,814,481,517	4,001,969,180
Other current liabilities <sup>8</sup> .....	6,782,699,365	8,809,999,920	9,103,186,192	10,307,362,766	10,811,930,775	11,181,118,658	11,808,860,907
Loans from shareholders .....	311,675,047	361,234,088	394,938,632	451,461,831	549,016,868	541,170,351	531,953,102
Mortgages, notes, and bonds payable in 1 year or more .....	3,335,426,303	4,813,249,719	5,448,156,416	6,183,999,343	6,781,681,427	7,184,589,809	7,383,799,418
Other liabilities .....	3,668,771,655	4,537,780,597	4,704,367,882	4,957,514,852	5,337,844,395	6,073,368,168	6,761,943,361
Net worth .....	8,131,941,003	13,108,275,236	15,362,860,996	17,348,650,369	17,614,743,174	17,545,109,175	18,818,686,574
Capital stock .....	2,194,368,322	3,244,023,916	3,521,992,715	3,966,282,789	4,253,450,013	3,999,980,176	3,150,571,907
Additional paid-in capital .....	5,445,997,437	8,610,169,238	10,186,395,658	12,264,818,660	13,919,963,504	15,286,648,711	15,258,444,856
Retained earnings, appropriated .....	105,683,587	185,163,160	210,792,152	181,838,405	140,283,315	116,673,731	167,723,931
Retained earnings, unappropriated .....	2,085,712,657	3,190,409,230	3,741,892,919	3,445,346,327	2,024,731,460	1,060,109,067	2,141,352,269
Adjustments to shareholders' equity <sup>9</sup> .....	N/A	-3,006,539	17,108,266	-3,382,272	-33,277,666	-66,214,884	-27,510,760
Less: Cost of treasury stock .....	1,699,820,997	2,118,483,766	2,315,320,710	2,506,253,537	2,690,407,452	2,852,087,624	1,871,895,626
<b>Total receipts <sup>10</sup></b> .....	<b>14,539,050,114</b>	<b>17,323,955,004</b>	<b>18,892,385,694</b>	<b>20,605,808,071</b>	<b>20,272,957,624</b>	<b>19,749,426,052</b>	<b>20,689,574,291</b>
Business receipts <sup>10,11</sup> .....	12,785,797,708	15,010,264,802	16,313,971,385	17,636,551,349	17,504,288,630	17,297,125,146	18,264,393,898
Interest on State and local Government obligations .....	46,323,344	49,128,679	51,780,203	51,940,598	49,227,853	48,212,626	48,996,780
Other interest <sup>10,12</sup> .....	993,173,428	1,227,640,206	1,301,772,282	1,576,100,843	1,499,683,236	1,233,298,115	1,132,675,179
Dividends received from domestic corporations <sup>10,12</sup> .....	22,842,877	20,010,007	20,679,644	20,869,880	18,964,132	17,382,452	17,973,872
Dividends received from foreign corporations <sup>10</sup> .....	35,418,063	49,232,904	64,905,407	60,203,391	49,997,670	45,580,553	44,921,527
Rents <sup>10</sup> .....	87,120,169	106,686,977	117,644,823	131,301,498	134,013,856	136,156,000	136,321,392
Royalties <sup>10</sup> .....	57,982,610	93,600,002	105,741,540	122,513,266	116,989,820	115,860,138	133,184,522
Net short-term capital gain reduced by net long-term capital loss .....	40,083,929	37,302,058	94,913,405	85,003,779	20,770,292	14,655,834	22,725,799
Net long-term capital gain reduced by net short-term capital loss .....	60,852,565	125,012,968	146,520,147	173,758,106	117,443,499	76,266,064	85,965,872
Net gain, noncapital assets <sup>10,11</sup> .....	42,987,930	69,519,362	64,698,446	70,035,992	61,890,648	69,144,256	76,272,207
Other receipts .....	366,467,491	535,557,040	609,758,412	677,529,368	699,687,988	695,744,869	726,143,243

See notes at end of this section.

## Selected Historical and Other Data

**Table 13.--Corporation Income Tax Returns: Balance Sheet, Income Statement, and Tax Items for Specified Income Years, 1995-2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	1995	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Total deductions</b> <sup>10</sup> .....	<b>13,821,277,581</b>	<b>16,489,425,015</b>	<b>17,966,972,060</b>	<b>19,691,591,726</b>	<b>19,682,982,949</b>	<b>19,198,882,118</b>	<b>19,940,594,557</b>
Cost of goods sold..... <sup>10</sup>	8,206,073,365	9,362,392,237	10,284,098,039	11,135,287,909	11,041,533,030	10,607,404,004	11,318,644,763
Compensation of officers..... <sup>10</sup>	303,636,318	356,850,517	373,735,141	401,416,310	382,813,379	381,235,331	388,661,740
Repairs..... <sup>10</sup>	118,597,690	130,298,655	133,209,853	139,591,861	144,239,688	132,998,715	134,963,543
Bad debts..... <sup>10</sup>	67,769,341	86,371,104	100,202,508	107,679,638	142,196,860	168,045,866	151,140,752
Rent paid on business property..... <sup>10</sup>	232,104,107	308,317,657	347,245,365	380,083,953	398,045,240	410,639,197	407,139,494
Taxes paid..... <sup>10</sup>	325,838,495	354,578,692	371,183,229	390,067,116	392,458,476	396,571,738	416,812,815
Interest paid..... <sup>10</sup>	744,764,676	966,659,473	1,018,972,484	1,271,678,744	1,203,045,923	912,751,562	818,016,806
Contributions or gifts..... <sup>10</sup>	7,425,566	8,667,513	10,732,153	10,657,214	11,414,505	10,334,666	10,823,373
Amortization..... <sup>10</sup>	45,998,611	74,336,292	86,124,690	98,333,079	110,454,488	115,006,680	121,284,821
Depreciation..... <sup>10</sup>	436,581,144	542,490,397	583,799,587	614,372,700	649,988,724	710,881,312	692,432,495
Depletion..... <sup>10, 13</sup>	9,998,046	9,685,686	9,803,284	10,244,959	9,803,354	9,418,123	10,170,908
Advertising..... <sup>10</sup>	162,777,591	198,214,266	216,066,879	234,000,558	219,834,114	218,035,603	224,790,471
Pension, profit-sharing, stock bonus, and annuity plans..... <sup>13</sup>	81,791,802	71,689,478	76,779,560	85,788,656	85,523,682	132,414,263	137,053,065
Employee benefit programs..... <sup>13</sup>	165,112,064	195,453,372	203,531,897	231,325,484	245,747,438	249,904,744	277,325,261
Net loss, noncapital assets..... <sup>10, 11</sup>	28,033,601	21,309,505	29,065,260	31,314,500	40,969,394	51,879,801	51,799,134
Other deductions..... <sup>13</sup>	2,884,775,167	3,802,110,171	4,122,422,135	4,549,749,050	4,604,914,658	4,691,360,514	4,779,535,119
<b>Total receipts less total deductions</b> ..... <sup>10, 14</sup>	<b>717,772,533</b>	<b>834,529,989</b>	<b>925,413,634</b>	<b>914,216,344</b>	<b>589,974,675</b>	<b>550,543,934</b>	<b>748,979,734</b>
Constructive taxable income from related foreign corporations..... <sup>15</sup>	42,744,182	52,822,281	55,322,097	65,249,771	62,876,530	61,325,249	80,005,681
<b>Net income (less deficit)</b> ..... <sup>10, 14, 15, 16</sup>	<b>714,193,371</b>	<b>838,223,591</b>	<b>928,955,528</b>	<b>927,525,517</b>	<b>603,623,352</b>	<b>563,656,558</b>	<b>779,988,635</b>
Net income..... <sup>16</sup>	880,653,345	1,091,150,050	1,229,295,911	1,336,619,605	1,112,480,550	1,053,126,217	1,175,608,990
Deficit..... <sup>17</sup>	166,459,975	252,926,459	300,340,383	409,094,088	508,857,198	489,469,660	395,620,355
<b>Income subject to tax:</b>							
Number of returns.....	912,851	894,446	868,820	828,470	780,223	696,230	660,582
Amount..... <sup>18</sup>	564,733,017	663,385,528	693,735,694	760,404,334	635,257,416	600,553,517	699,336,915
<b>Total income tax</b> .....	<b>198,786,648</b>	<b>231,399,671</b>	<b>241,987,588</b>	<b>266,281,801</b>	<b>220,874,245</b>	<b>209,691,130</b>	<b>243,822,946</b>
Regular tax.....	193,564,219	228,021,519	238,722,344	262,232,738	218,675,610	207,056,104	241,275,165
Recapture of prior-year investment credit.....	11,605	3,356	8,754	9,594	20,924	9,189	10,740
Alternative minimum tax: <sup>19</sup>							
Number of returns.....	25,834	18,360	14,901	13,135	7,101	7,066	9,564
Amount.....	4,281,827	3,324,799	3,051,869	3,874,845	1,800,595	2,532,224	2,298,776
<b>Tax credits:</b> <sup>20</sup>							
<b>Total</b> .....	<b>42,362,992</b>	<b>49,796,436</b>	<b>48,959,947</b>	<b>62,238,013</b>	<b>54,162,256</b>	<b>56,078,260</b>	<b>66,305,542</b>
Foreign tax credit: <sup>21</sup>							
Number of returns.....	6,716	5,922	5,864	5,937	5,488	4,726	5,414
Amount..... <sup>21</sup>	30,420,276	37,396,469	38,389,989	48,505,841	41,063,165	42,021,526	50,033,590
U.S. possessions tax credit.....	3,056,017	2,393,331	1,485,261	1,438,549	1,268,616	1,191,217	1,081,674
Nonconventional source fuel credit.....	732,031	1,029,728	886,835	1,516,990	1,806,406	2,189,943	2,104,097
Qualified electric vehicle credit.....	120	702	1,191	1,246	231	6,102	N/A
Qualified zone academy bond credit.....	N/A	N/A	2,170	14,542	28,151	80,289	103,058
Prior-year minimum tax credit.....	4,797,001	3,432,896	3,431,478	5,169,159	3,254,175	2,027,542	3,355,062
General business credit.....	3,388,423	5,601,399	4,763,022	5,591,686	6,741,513	8,561,641	9,627,908
Empowerment zone employment credit.....	N/A	19,118	21,645	23,501	23,401	59,776	92,900
<b>General business current year credit items:</b> <sup>22</sup>							
Investment credit.....	N/A	187,934	315,225	357,607	359,179	449,893	418,904
Work opportunity credit/jobs credit.....	N/A	261,936	253,886	266,341	233,563	258,428	273,875
Alcohol fuel credit.....	N/A	15,520	15,817	11,825	9,224	8,467	8,112
Research activities credit.....	N/A	5,342,779	5,410,932	7,235,621	6,518,136	5,818,383	5,659,746
Orphan drug credit..... <sup>23</sup>	N/A	80,392	109,435	112,954	134,846	146,900	173,848
<b>Total income tax after credits</b> .....	<b>156,392,780</b>	<b>181,545,146</b>	<b>193,027,641</b>	<b>204,043,788</b>	<b>166,711,988</b>	<b>153,612,870</b>	<b>177,517,404</b>

See notes at end of this section.

## Selected Historical and Other Data

**Table 14a.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by Standard Industrial Classification (SIC) Industrial Division, Specified Income Years, 1985-1997**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Industrial division and item	1985	1990	1995	1996	1997
	(1)	(2)	(3)	(4)	(5)
<b>ALL INDUSTRIAL DIVISIONS <sup>1</sup></b>					
Number of returns, total <sup>2</sup> .....	3,277,219	3,716,650	4,474,167	4,631,370	4,710,083
Number with net income <sup>2</sup> .....	1,820,120	1,910,670	2,455,492	2,588,424	2,647,474
Total assets <sup>3</sup> .....	12,773,093,888	18,190,057,609	26,013,689,001	28,642,263,127	33,029,652,126
Net worth <sup>3</sup> .....	3,303,698,576	4,738,917,553	8,131,941,003	9,495,226,103	11,353,013,694
Total receipts <sup>4</sup> .....	8,398,278,426	11,409,520,074	14,539,050,114	15,525,718,006	16,609,707,302
Business receipts <sup>4,5</sup> .....	7,369,538,953	9,860,441,633	12,785,797,708	13,659,470,309	14,460,928,695
Interest received <sup>4,6</sup> .....	637,786,939	977,402,674	1,039,496,772	1,082,071,703	1,186,893,564
Total deductions <sup>4</sup> .....	8,158,144,126	11,032,574,630	13,821,277,581	14,728,089,018	15,704,242,236
Cost of goods sold <sup>4</sup> .....	4,894,254,081	6,610,769,883	8,206,073,365	8,707,100,240	9,114,245,646
Interest paid.....	568,645,475	825,372,164	744,764,676	770,885,334	866,474,183
Net income (less deficit) <sup>4</sup> .....	240,119,020	370,632,632	714,193,371	806,484,990	915,396,637
Net income <sup>4</sup> .....	363,867,384	552,526,789	880,653,345	986,782,683	1,117,825,239
Deficit <sup>4</sup> .....	123,748,365	181,894,157	166,459,975	180,297,692	202,428,602
Total income tax <sup>7</sup> .....	111,340,839	128,185,666	198,786,648	223,712,985	239,394,206
Regular and alternative tax <sup>8</sup> .....	109,106,358	119,434,430	193,564,219	219,756,610	235,325,362
Total income tax after credits.....	63,348,204	96,403,099	156,392,780	170,620,945	184,175,993
<b>AGRICULTURE, FORESTRY, AND FISHING <sup>1</sup></b>					
Number of returns, total <sup>2</sup> .....	103,156	126,423	147,527	158,963	163,114
Number with net income <sup>2</sup> .....	52,776	70,965	79,320	90,012	91,984
Total assets <sup>3</sup> .....	52,651,197	68,338,381	86,298,574	94,140,118	91,984,030
Net worth <sup>3</sup> .....	15,406,221	23,360,455	30,102,131	32,757,173	32,990,807
Total receipts <sup>4</sup> .....	70,491,486	88,101,065	107,581,973	119,737,058	117,387,555
Business receipts <sup>4,6</sup> .....	65,419,402	82,114,836	100,630,952	111,727,224	107,930,422
Interest received <sup>4,6</sup> .....	775,383	681,127	640,032	759,958	601,918
Total deductions <sup>4</sup> .....	70,559,478	86,883,128	105,967,360	117,166,334	114,673,629
Cost of goods sold <sup>4</sup> .....	45,085,526	52,758,720	56,765,231	63,581,911	60,245,509
Interest paid.....	2,758,952	2,852,242	2,892,302	3,008,936	2,978,589
Net income (less deficit) <sup>4</sup> .....	-74,270	1,156,269	1,604,481	2,614,131	2,673,835
Net income <sup>4</sup> .....	2,930,905	4,328,433	5,402,335	6,262,057	6,310,262
Deficit <sup>4</sup> .....	3,005,175	3,172,164	3,797,857	3,647,926	3,636,427
Total income tax <sup>7</sup> .....	540,641	589,866	661,579	764,345	659,642
Regular and alternative tax <sup>8</sup> .....	531,787	569,812	640,696	748,862	647,752
Total income tax after credits.....	344,626	554,818	611,254	659,991	599,082
<b>MINING <sup>1</sup></b>					
Number of returns, total <sup>2</sup> .....	41,426	39,674	35,123	35,799	32,996
Number with net income <sup>2</sup> .....	18,031	18,436	18,776	18,098	17,281
Total assets <sup>3</sup> .....	240,815,996	219,197,640	268,690,014	299,106,231	324,294,826
Net worth <sup>3</sup> .....	104,772,797	110,339,579	132,123,209	151,720,805	165,095,652
Total receipts <sup>4</sup> .....	142,038,595	111,444,457	126,760,491	141,278,092	150,318,265
Business receipts <sup>4</sup> .....	126,710,610	97,321,579	114,163,493	127,583,639	134,379,404
Interest received <sup>4,6</sup> .....	3,584,890	3,849,674	2,985,957	3,096,278	3,708,511
Total deductions <sup>4</sup> .....	145,389,514	106,466,509	121,397,443	133,385,823	141,046,419
Cost of goods sold <sup>4</sup> .....	87,972,035	62,070,361	70,550,767	78,022,883	78,465,626
Interest paid.....	7,789,995	6,674,114	6,071,863	6,179,872	6,768,047
Net income (less deficit) <sup>4</sup> .....	-2,543,487	5,302,223	5,530,975	8,152,607	9,728,562
Net income <sup>4</sup> .....	6,166,623	9,071,733	9,364,612	12,112,260	14,191,366
Deficit <sup>4</sup> .....	8,710,110	3,769,511	3,833,637	3,959,653	4,462,804
Total income tax <sup>7</sup> .....	1,810,559	2,223,977	2,119,370	2,525,467	3,141,128
Regular and alternative tax <sup>8</sup> .....	1,736,952	1,897,245	1,900,482	2,348,394	2,951,254
Total income tax after credits.....	557,519	1,348,333	1,170,119	1,350,676	2,019,716

See notes at end of this section.

# Selected Historical and Other Data

**Table 14a.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by Standard Industrial Classification (SIC) Industrial Division, Specified Income Years, 1985-1997**  
**--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Industrial division and item	1985	1990	1995	1996	1997
	(1)	(2)	(3)	(4)	(5)
<b>CONSTRUCTION <sup>1</sup></b>					
Number of returns, total <sup>2</sup> .....	318,276	406,874	449,882	471,230	487,783
Number with net income <sup>2</sup> .....	185,613	223,434	275,375	300,890	307,733
Total assets <sup>3</sup> .....	215,297,771	243,829,026	265,812,616	284,595,206	314,551,349
Net worth <sup>3</sup> .....	54,687,270	63,865,550	86,553,081	92,427,338	99,144,660
Total receipts <sup>4</sup> .....	387,232,953	534,654,044	637,090,195	710,467,223	779,014,473
Business receipts <sup>4</sup> .....	374,590,273	522,586,199	627,463,416	699,596,890	768,122,399
Interest received <sup>4,6</sup> .....	3,851,628	3,621,561	2,068,327	2,089,412	2,079,884
Total deductions <sup>4</sup> .....	382,823,113	527,800,795	622,621,984	692,581,515	758,429,123
Cost of goods sold <sup>4</sup> .....	295,803,244	407,448,745	483,881,784	537,067,796	589,184,488
Interest paid <sup>4</sup> .....	6,407,652	7,368,430	5,280,750	5,473,796	5,949,039
Net income (less deficit) <sup>4</sup> .....	4,370,924	6,824,608	14,458,024	17,878,460	20,522,439
Net income <sup>4</sup> .....	11,053,145	15,859,977	20,986,981	25,036,702	27,816,466
Deficit <sup>4</sup> .....	6,682,220	9,035,370	6,528,956	7,158,242	7,294,027
Total income tax <sup>7</sup> .....	2,312,856	2,092,196	2,462,222	2,958,069	2,953,440
Regular and alternative tax <sup>8</sup> .....	2,243,786	1,983,902	2,358,661	2,847,146	2,846,960
Total income tax after credits.....	1,662,563	1,906,537	2,281,929	2,667,923	2,817,961
<b>MANUFACTURING <sup>1</sup></b>					
Number of returns, total <sup>2</sup> .....	276,545	301,669	319,699	325,689	325,045
Number with net income <sup>2</sup> .....	159,778	167,509	185,590	191,254	195,038
Total assets <sup>3</sup> .....	2,644,393,424	3,921,323,756	4,941,072,530	5,425,184,573	5,966,306,398
Net worth <sup>3</sup> .....	1,099,645,876	1,392,233,318	1,739,529,985	1,966,848,773	2,110,695,629
Total receipts <sup>4</sup> .....	2,831,062,496	3,688,693,895	4,585,549,761	4,902,669,122	5,177,663,770
Business receipts <sup>4</sup> .....	2,656,345,750	3,434,141,360	4,290,704,760	4,567,209,064	4,794,291,330
Interest received <sup>4,6</sup> .....	47,753,626	81,135,811	86,746,437	102,537,639	116,819,943
Total deductions <sup>4</sup> .....	2,733,105,346	3,545,121,842	4,354,564,077	4,652,960,523	4,910,704,056
Cost of goods sold <sup>4</sup> .....	1,797,852,805	2,377,226,499	2,932,256,224	3,125,013,437	3,241,577,938
Interest paid <sup>4</sup> .....	90,452,072	151,214,835	145,509,470	156,862,195	175,064,011
Net income (less deficit) <sup>4</sup> .....	113,758,645	171,373,726	260,909,947	286,059,822	305,958,154
Net income <sup>4</sup> .....	142,541,119	212,936,099	297,458,397	325,291,340	352,453,829
Deficit <sup>4</sup> .....	28,782,474	41,562,373	36,548,450	39,231,518	46,495,675
Total income tax <sup>7</sup> .....	56,687,476	64,385,522	83,817,532	95,502,448	101,849,787
Regular and alternative tax <sup>8</sup> .....	55,553,921	60,664,655	81,476,502	93,646,267	100,318,010
Total income tax after credits.....	25,382,459	38,971,197	54,302,936	58,883,875	64,307,381
<b>TRANSPORTATION AND PUBLIC UTILITIES <sup>1</sup></b>					
Number of returns, total <sup>2</sup> .....	138,337	160,353	194,456	205,777	209,412
Number with net income <sup>2</sup> .....	69,938	81,418	107,285	111,811	110,657
Total assets <sup>3</sup> .....	1,246,426,899	1,522,045,738	1,903,213,778	2,069,453,023	2,219,019,293
Net worth <sup>3</sup> .....	490,481,127	508,667,821	633,131,635	714,120,889	762,083,589
Total receipts <sup>4</sup> .....	772,358,188	936,277,062	1,156,709,979	1,257,010,639	1,330,726,431
Business receipts <sup>4</sup> .....	733,943,970	874,111,070	1,086,623,231	1,183,959,691	1,247,593,251
Interest received <sup>4,6</sup> .....	12,310,594	18,194,729	22,314,329	23,432,987	26,135,120
Total deductions <sup>4</sup> .....	747,836,158	900,960,832	1,084,676,405	1,182,369,290	1,260,911,843
Cost of goods sold <sup>4</sup> .....	381,028,354	405,924,209	405,708,040	453,455,420	482,982,473
Interest paid <sup>4</sup> .....	44,880,858	59,190,735	61,601,762	64,006,991	69,385,093
Net income (less deficit) <sup>4</sup> .....	25,087,629	35,413,596	72,911,176	75,400,172	70,984,769
Net income <sup>4</sup> .....	37,880,144	51,490,850	87,557,007	93,129,707	95,097,536
Deficit <sup>4</sup> .....	12,792,516	16,077,254	14,645,831	17,729,536	24,112,767
Total income tax <sup>7</sup> .....	15,214,129	17,114,547	27,186,351	28,376,759	28,506,843
Regular and alternative tax <sup>8</sup> .....	14,881,470	15,228,031	26,305,839	27,775,587	27,790,676
Total income tax after credits.....	8,432,924	15,882,038	24,836,272	25,963,903	25,582,369

See notes at end of this section.

## Selected Historical and Other Data

**Table 14a.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by Standard Industrial Classification (SIC) Industrial Division, Specified Income Years, 1985-1997**  
--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Industrial division and item	1985	1990	1995	1996	1997
	(1)	(2)	(3)	(4)	(5)
<b>WHOLESALE AND RETAIL TRADE <sup>1</sup></b>					
Number of returns, total <sup>2</sup> .....	917,301	1,023,057	1,132,409	1,142,491	1,149,132
Number with net income <sup>2</sup> .....	510,825	527,128	626,022	652,504	656,288
Total assets <sup>3</sup> .....	1,009,965,739	1,447,296,828	1,919,717,823	2,016,232,163	1,947,931,949
Net worth <sup>3</sup> .....	286,260,274	354,827,439	533,870,160	568,677,377	613,532,103
Total receipts <sup>4</sup> .....	2,473,865,453	3,308,988,336	4,310,346,947	4,490,073,608	4,703,816,853
Business receipts <sup>4</sup> .....	2,408,174,933	3,216,861,660	4,206,376,331	4,383,103,174	4,588,802,594
Interest received <sup>4,6</sup> .....	21,633,480	29,851,239	30,425,682	31,317,702	31,259,696
Total deductions <sup>4</sup> .....	2,440,403,373	3,279,066,687	4,247,560,773	4,418,321,110	4,624,196,186
Cost of goods sold <sup>4</sup> .....	1,869,766,621	2,482,483,270	3,255,845,728	3,378,472,096	3,523,438,346
Interest paid <sup>4</sup> .....	38,217,998	63,914,431	59,945,319	61,708,013	65,839,595
Net income (less deficit) <sup>4</sup> .....	33,126,702	30,094,078	63,566,712	73,353,268	81,584,637
Net income <sup>4</sup> .....	51,434,500	65,383,876	97,018,112	107,999,874	117,042,233
Deficit <sup>4</sup> .....	18,307,798	35,289,798	33,451,401	34,646,606	35,457,596
Total income tax <sup>7</sup> .....	16,392,896	13,839,310	20,301,551	22,694,239	23,871,953
Regular and alternative tax <sup>8</sup> .....	16,130,885	13,324,360	20,030,374	22,435,178	23,550,018
Total income tax after credits.....	13,396,555	12,615,991	18,475,921	20,732,232	21,959,617
<b>FINANCE, INSURANCE, AND REAL ESTATE <sup>1</sup></b>					
Number of returns, total <sup>2</sup> .....	518,432	609,138	683,211	723,754	744,545
Number with net income <sup>2</sup> .....	285,273	269,667	317,410	341,136	344,625
Total assets <sup>3</sup> .....	7,029,452,681	10,193,295,357	15,677,286,629	17,360,053,164	20,905,619,903
Net worth <sup>3</sup> .....	1,161,968,009	2,142,041,011	4,668,579,685	5,605,211,611	7,155,654,580
Total receipts <sup>4</sup> .....	1,182,034,309	1,954,709,651	2,278,103,923	2,406,855,250	2,711,269,836
Business receipts <sup>5</sup> .....	501,993,840	900,908,453	1,094,870,564	1,176,179,679	1,282,307,615
Interest received <sup>4,6</sup> .....	541,268,193	830,451,126	879,763,014	901,666,932	987,114,539
Total deductions <sup>4</sup> .....	1,104,572,202	1,809,867,575	1,985,795,615	2,076,613,597	2,304,339,835
Cost of goods sold <sup>4</sup> .....	237,577,803	526,244,728	614,755,680	632,948,266	661,222,720
Interest paid <sup>4</sup> .....	363,009,417	506,921,011	433,479,978	439,762,655	501,112,985
Net income (less deficit) <sup>4</sup> .....	60,670,526	109,901,881	256,810,767	299,149,193	373,482,032
Net income <sup>4</sup> .....	90,546,934	158,458,842	295,423,415	337,822,090	413,000,341
Deficit <sup>4</sup> .....	29,876,408	48,556,962	38,612,648	38,672,897	39,518,308
Total income tax <sup>7</sup> .....	13,598,201	22,556,387	51,874,358	58,301,659	63,604,700
Regular and alternative tax <sup>8</sup> .....	13,369,981	20,709,720	50,691,121	57,556,938	62,650,267
Total income tax after credits.....	10,193,877	20,511,294	45,988,431	50,181,634	54,777,098
<b>SERVICES <sup>1</sup></b>					
Number of returns, total <sup>2</sup> .....	939,390	1,029,447	1,504,230	1,557,401	1,592,854
Number with net income <sup>2</sup> .....	529,337	546,268	843,922	881,427	921,533
Total assets <sup>3</sup> .....	330,982,941	572,842,266	950,737,457	1,092,310,137	1,259,381,543
Net worth <sup>3</sup> .....	89,852,365	143,154,346	307,630,801	363,120,124	413,665,895
Total receipts <sup>4</sup> .....	534,587,609	779,329,609	1,335,694,559	1,496,215,552	1,638,587,903
Business receipts <sup>4</sup> .....	497,980,990	726,041,364	1,263,790,767	1,408,716,487	1,536,597,024
Interest received <sup>4,6</sup> .....	6,561,301	9,526,124	14,541,126	17,157,456	19,166,408
Total deductions <sup>4</sup> .....	528,685,613	769,035,909	1,297,475,364	1,453,204,496	1,589,010,688
Cost of goods sold <sup>4</sup> .....	176,070,808	290,965,307	385,562,425	437,521,006	476,468,909
Interest paid <sup>4</sup> .....	15,027,259	27,188,190	29,967,579	33,871,749	39,371,150
Net income (less deficit) <sup>4</sup> .....	5,883,782	10,616,792	38,407,562	43,952,204	50,470,448
Net income <sup>4</sup> .....	21,124,460	34,850,560	67,389,184	79,102,121	91,879,768
Deficit <sup>4</sup> .....	15,240,678	24,233,768	28,981,622	35,149,916	41,409,320
Total income tax <sup>7</sup> .....	4,742,347	5,368,531	10,358,678	12,588,705	14,804,587
Regular and alternative tax <sup>8</sup> .....	4,621,875	5,041,377	10,155,538	12,397,017	14,568,298
Total income tax after credits.....	3,343,830	4,597,561	8,720,911	10,179,417	12,110,639

See notes at end of this section.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Industrial sector and item	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)
<b>ALL INDUSTRIAL SECTORS <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	4,848,888	4,935,904	5,045,274	5,135,591	5,266,607	5,401,237
Number with net income <sup>2</sup> .....	2,760,814	2,812,175	2,819,153	2,822,302	2,800,517	2,932,115
Total assets <sup>3</sup> .....	37,347,352,986	41,464,152,854	47,026,871,874	49,154,424,202	50,413,501,942	53,644,784,683
Net worth <sup>3</sup> .....	13,108,275,236	15,362,860,996	17,348,650,369	17,614,743,174	17,545,109,175	18,818,686,574
Total receipts <sup>4</sup> .....	17,323,955,004	18,892,385,694	20,605,808,071	20,272,957,624	19,749,426,052	20,689,574,291
Business receipts <sup>4,5</sup> .....	15,010,264,802	16,313,971,385	17,636,551,349	17,504,288,630	17,297,125,146	18,264,393,898
Interest received <sup>4,6</sup> .....	1,276,768,885	1,353,552,485	1,628,041,441	1,499,683,236	1,233,298,115	1,132,675,179
Total deductions <sup>4</sup> .....	16,489,425,015	17,966,972,060	19,691,591,726	19,682,982,949	19,198,882,118	19,940,594,557
Cost of goods sold <sup>4</sup> .....	9,362,392,237	10,284,098,039	11,135,287,909	11,041,533,030	10,607,404,004	11,318,644,763
Interest paid.....	966,659,473	1,018,972,484	1,271,678,744	1,203,045,923	912,751,562	818,016,806
Net income (less deficit) <sup>4</sup> .....	838,223,591	928,955,528	927,525,517	603,623,352	563,656,558	779,988,635
Net income <sup>4</sup> .....	1,091,150,050	1,229,295,911	1,336,619,605	1,112,480,551	1,053,126,217	1,175,608,990
Deficit <sup>4</sup> .....	252,926,459	300,340,383	409,094,088	508,857,198	489,469,660	395,620,355
Total income tax <sup>7</sup> .....	231,399,671	241,987,588	266,281,801	220,874,245	209,691,130	243,822,946
Regular tax.....	228,021,519	238,722,344	262,232,738	218,675,610	207,056,104	241,275,165
Total income tax after credits.....	181,545,146	193,027,641	204,043,788	166,711,988	153,612,870	177,517,404
<b>AGRICULTURE, FORESTRY, HUNTING, AND FISHING <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	135,107	141,678	140,851	140,806	140,223	143,019
Number with net income <sup>2</sup> .....	71,439	73,861	79,678	74,106	65,499	77,281
Total assets <sup>3</sup> .....	96,299,993	102,896,414	105,715,035	104,902,187	105,500,630	111,325,927
Net worth <sup>3</sup> .....	36,418,247	37,991,103	38,692,638	36,636,289	35,767,420	37,169,357
Total receipts <sup>4</sup> .....	110,588,698	115,897,645	117,135,698	115,434,441	119,151,243	125,741,451
Business receipts <sup>4</sup> .....	100,398,430	104,645,084	106,085,760	102,909,416	107,931,393	113,828,382
Interest received <sup>4,6</sup> .....	627,434	677,020	622,013	541,280	374,767	368,971
Total deductions <sup>4</sup> .....	110,125,234	114,521,646	115,914,854	114,621,084	119,774,426	124,462,063
Cost of goods sold <sup>4</sup> .....	56,835,616	58,439,010	59,844,373	54,841,323	60,121,105	62,045,324
Interest paid.....	3,117,877	3,460,472	3,580,884	3,280,134	2,923,041	2,733,424
Net income (less deficit) <sup>4</sup> .....	529,117	1,388,996	1,220,273	1,064,909	-587,571	1,332,547
Net income <sup>4</sup> .....	5,485,926	5,938,589	6,135,371	5,981,691	4,852,284	6,339,974
Deficit <sup>4</sup> .....	4,956,809	4,549,592	4,915,098	4,916,782	5,439,855	5,007,428
Total income tax <sup>7</sup> .....	620,915	602,018	563,797	619,708	403,902	644,189
Regular tax.....	610,268	592,430	553,484	615,617	399,926	635,750
Total income tax after credits.....	547,808	544,293	553,231	514,046	386,944	592,886
<b>MINING <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	31,467	30,849	32,578	31,776	30,287	30,252
Number with net income <sup>2</sup> .....	16,045	15,291	18,430	18,942	15,095	17,152
Total assets <sup>3</sup> .....	344,842,939	358,374,736	410,747,979	448,910,140	449,429,859	421,276,319
Net worth <sup>3</sup> .....	170,579,986	178,084,613	198,479,943	231,706,800	233,250,469	196,639,943
Total receipts <sup>4</sup> .....	131,071,579	124,847,341	158,618,629	169,539,555	157,298,844	194,190,254
Business receipts <sup>4</sup> .....	116,905,970	109,685,715	140,917,053	151,151,906	142,247,484	178,319,223
Interest received <sup>4,6</sup> .....	3,873,591	4,710,874	4,926,125	4,088,184	3,225,286	3,174,095
Total deductions <sup>4</sup> .....	130,388,596	125,494,571	149,060,709	160,816,530	156,911,742	184,237,912
Cost of goods sold <sup>4</sup> .....	66,380,586	63,289,692	75,033,998	80,548,021	78,092,277	98,177,788
Interest paid.....	7,911,568	9,008,339	10,125,194	9,923,985	9,016,218	9,240,463
Net income (less deficit) <sup>4</sup> .....	1,091,102	-134,901	10,355,698	9,406,304	1,344,239	10,683,846
Net income <sup>4</sup> .....	8,826,382	8,519,139	15,616,089	16,240,479	9,851,990	17,265,488
Deficit <sup>4</sup> .....	7,735,280	8,654,040	5,260,391	6,834,176	8,507,752	6,581,642
Total income tax <sup>7</sup> .....	2,116,331	1,770,981	3,231,554	3,026,385	2,087,504	3,547,275
Regular tax.....	1,987,944	1,615,297	3,091,343	2,900,460	1,993,356	3,453,291
Total income tax after credits.....	1,382,782	1,064,375	2,050,087	2,064,114	1,010,103	2,030,356

See notes at end of this section.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Industrial sector and item	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)
<b>UTILITIES <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	8,067	7,044	7,968	7,802	7,863	8,504
Number with net income <sup>2</sup> .....	4,556	4,620	4,276	3,855	3,934	4,425
Total assets <sup>3</sup> .....	1,034,143,980	1,171,606,471	1,556,911,256	1,515,428,318	1,458,642,427	1,454,677,579
Net worth <sup>3</sup> .....	345,181,633	374,868,607	382,030,374	381,352,597	381,185,739	364,426,969
Total receipts <sup>4</sup> .....	475,839,324	516,184,353	756,808,494	1,051,655,475	578,342,692	560,857,066
Business receipts <sup>4</sup> .....	450,830,225	478,836,511	707,815,083	1,004,358,112	537,883,736	521,884,927
Interest received <sup>4,6</sup> .....	7,797,767	9,222,895	12,932,306	13,035,317	12,550,519	10,492,402
Total deductions <sup>4</sup> .....	445,297,488	477,659,203	728,553,279	1,036,080,852	580,005,825	566,004,187
Cost of goods sold <sup>4</sup> .....	276,406,488	301,858,130	517,574,723	795,765,082	340,182,014	324,140,437
Interest paid.....	28,451,377	30,445,753	39,224,772	42,280,631	41,316,770	38,760,041
Net income (less deficit) <sup>4</sup> .....	31,509,342	39,017,164	29,169,974	16,804,566	-1,046,609	-4,728,496
Net income <sup>4</sup> .....	37,950,376	42,332,613	35,279,980	28,734,461	22,596,105	14,461,224
Deficit <sup>4</sup> .....	6,441,034	3,315,449	6,110,006	11,929,895	23,642,715	19,189,721
Total income tax <sup>7</sup> .....	12,854,663	14,087,853	10,617,977	9,151,930	6,504,039	4,565,498
Regular tax.....	12,763,441	13,916,825	10,420,441	9,071,527	6,382,751	4,483,781
Total income tax after credits.....	11,257,262	12,912,267	9,383,513	7,718,038	5,296,222	3,502,071
<b>CONSTRUCTION <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	551,935	580,302	597,902	624,478	648,535	676,120
Number with net income <sup>2</sup> .....	350,586	374,809	373,746	376,822	382,349	401,721
Total assets <sup>3</sup> .....	415,679,597	463,072,728	504,719,698	525,704,293	540,502,611	566,392,613
Net worth <sup>3</sup> .....	124,212,135	139,215,432	149,948,101	150,498,208	163,014,462	154,875,559
Total receipts <sup>4</sup> .....	875,357,103	990,661,562	1,051,896,139	1,102,724,183	1,098,818,871	1,147,627,639
Business receipts <sup>4</sup> .....	859,139,558	973,521,174	1,034,087,166	1,084,579,920	1,080,555,117	1,128,834,453
Interest received <sup>4,6</sup> .....	2,858,133	3,050,095	3,466,222	3,062,738	2,474,298	2,565,635
Total deductions <sup>4</sup> .....	846,846,638	957,850,706	1,019,743,542	1,070,080,498	1,070,369,680	1,118,068,122
Cost of goods sold <sup>4</sup> .....	646,521,716	734,146,024	776,692,461	809,614,689	799,324,059	832,053,060
Interest paid.....	8,234,453	8,717,303	10,202,001	10,270,932	9,289,390	9,720,872
Net income (less deficit) <sup>4</sup> .....	28,385,998	32,654,317	32,067,010	32,537,032	28,357,934	29,368,117
Net income <sup>4</sup> .....	37,355,248	42,285,794	43,775,887	46,179,690	45,359,266	48,125,249
Deficit <sup>4</sup> .....	8,969,250	9,631,477	11,708,877	13,642,657	17,001,332	18,757,132
Total income tax <sup>7</sup> .....	3,848,773	4,375,585	4,460,645	4,543,459	4,221,133	4,598,022
Regular tax.....	3,720,221	4,280,010	4,373,768	4,497,744	4,178,296	4,560,661
Total income tax after credits.....	3,671,586	4,142,447	4,308,656	4,435,401	4,104,446	4,471,956
<b>MANUFACTURING <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	309,912	297,714	288,506	278,995	280,185	281,239
Number with net income <sup>2</sup> .....	187,502	184,923	168,580	147,291	149,710	145,867
Total assets <sup>3</sup> .....	6,407,878,676	6,812,198,288	7,830,525,859	8,100,072,543	8,202,169,904	8,827,565,222
Net worth <sup>3</sup> .....	2,176,868,544	2,347,201,417	2,919,128,199	2,949,917,887	2,975,211,477	3,259,807,483
Total receipts <sup>4</sup> .....	4,967,763,340	5,207,025,164	5,741,290,322	5,315,598,814	5,257,106,442	5,642,551,645
Business receipts <sup>4</sup> .....	4,591,071,027	4,801,823,220	5,259,173,394	4,862,174,424	4,822,650,951	5,194,506,715
Interest received <sup>4,6</sup> .....	110,421,209	113,423,902	136,081,123	130,752,374	119,947,354	117,887,111
Total deductions <sup>4</sup> .....	4,758,096,862	4,996,507,899	5,514,263,661	5,228,295,401	5,178,748,932	5,509,877,426
Cost of goods sold <sup>4</sup> .....	3,128,946,941	3,278,506,854	3,646,003,664	3,402,032,548	3,353,642,529	3,691,657,743
Interest paid.....	172,772,207	184,827,327	216,950,701	210,704,804	184,028,822	175,745,011
Net income (less deficit) <sup>4</sup> .....	246,022,462	247,281,612	271,917,037	129,096,121	119,275,059	186,085,821
Net income <sup>4</sup> .....	300,629,903	311,008,480	355,433,559	269,346,456	245,134,412	284,701,913
Deficit <sup>4</sup> .....	54,607,441	63,726,868	83,516,521	140,250,335	125,859,352	98,616,092
Total income tax <sup>7</sup> .....	85,160,606	87,650,593	102,107,461	76,141,754	68,531,196	82,534,697
Regular tax.....	84,044,758	86,663,477	100,717,097	75,778,613	67,606,219	82,027,984
Total income tax after credits.....	51,821,656	56,836,653	62,146,298	43,292,557	34,400,275	42,840,125

See notes at end of this section.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Industrial sector and item	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)
<b>WHOLESALE AND RETAIL TRADE <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	956,803	948,371	959,575	963,403	964,523	975,011
Number with net income <sup>2</sup> .....	562,107	567,059	547,118	552,571	514,346	538,287
Total assets <sup>3</sup> .....	1,955,833,869	2,136,070,543	2,307,635,980	2,311,538,349	2,412,864,112	2,458,482,333
Net worth <sup>3</sup> .....	630,317,171	697,058,437	752,937,787	775,273,224	812,930,683	859,282,017
Total receipts <sup>4</sup> .....	4,626,956,885	4,913,443,742	5,397,024,981	5,312,289,788	5,403,353,886	5,736,011,994
Business receipts <sup>4</sup> .....	4,516,670,915	4,789,438,632	5,267,581,834	5,183,197,415	5,278,843,887	5,601,105,942
Interest received <sup>4,6</sup> .....	23,303,872	25,791,809	27,158,306	21,959,651	19,509,672	17,660,874
Total deductions <sup>4</sup> .....	4,541,306,580	4,823,250,170	5,314,154,542	5,239,282,835	5,318,817,046	5,631,362,037
Cost of goods sold.....	3,500,642,975	3,713,954,583	4,116,888,584	4,036,920,370	4,083,064,952	4,352,429,283
Interest paid.....	56,868,644	59,036,213	68,090,598	59,251,050	50,534,463	46,478,485
Net income (less deficit) <sup>4</sup> .....	86,950,940	91,938,690	85,176,192	75,366,514	87,018,582	108,098,908
Net income <sup>4</sup> .....	119,780,848	133,647,997	139,241,630	128,763,355	135,027,304	154,567,691
Deficit <sup>4</sup> .....	32,829,908	41,709,307	54,065,438	53,396,841	48,008,722	46,468,782
Total income tax <sup>7</sup> .....	25,333,188	27,897,471	29,752,161	26,419,726	27,469,057	32,256,691
Regular tax.....	25,050,231	27,586,344	29,389,721	26,309,437	27,296,326	32,120,034
Total income tax after credits.....	23,551,505	25,958,590	27,782,180	24,749,298	25,568,842	29,692,890
<b>TRANSPORTATION AND WAREHOUSING <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	159,646	160,195	160,437	164,492	177,745	182,881
Number with net income <sup>2</sup> .....	94,327	85,618	84,271	84,837	91,226	95,352
Total assets <sup>3</sup> .....	460,299,605	495,262,107	531,565,047	531,565,543	536,270,300	558,278,543
Net worth <sup>3</sup> .....	157,718,753	168,809,002	166,587,366	156,710,830	144,702,207	156,846,724
Total receipts <sup>4</sup> .....	488,074,225	506,307,909	527,167,358	516,415,672	533,613,159	571,417,174
Business receipts <sup>4</sup> .....	469,626,605	485,223,550	505,713,781	493,765,699	510,816,998	547,730,745
Interest received <sup>4,6</sup> .....	5,211,712	4,952,614	5,821,233	4,819,977	3,982,958	3,026,793
Total deductions <sup>4</sup> .....	472,624,631	496,110,964	519,789,746	523,754,808	542,412,614	570,180,006
Cost of goods sold.....	145,243,592	144,954,534	162,300,008	143,664,961	151,927,768	193,253,719
Interest paid.....	12,890,808	14,114,833	15,623,451	14,544,173	19,266,450	12,624,295
Net income (less deficit) <sup>4</sup> .....	15,813,288	10,441,695	7,913,968	-7,061,072	-8,648,139	1,608,015
Net income <sup>4</sup> .....	21,950,223	18,783,289	19,125,558	14,117,899	14,490,713	15,802,242
Deficit <sup>4</sup> .....	6,136,935	8,341,594	11,211,590	21,178,971	23,138,852	14,194,227
Total income tax <sup>7</sup> .....	5,220,126	4,556,134	4,328,980	3,061,717	2,915,569	3,165,216
Regular tax.....	4,974,510	4,442,795	4,238,681	2,965,899	2,817,395	3,152,330
Total income tax after credits.....	4,465,867	3,944,800	3,745,610	2,836,333	2,725,995	2,740,308
<b>INFORMATION <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	100,977	107,628	118,073	115,435	120,271	119,875
Number with net income <sup>2</sup> .....	46,604	50,591	51,357	47,156	49,492	54,608
Total assets <sup>3</sup> .....	1,657,751,562	2,321,203,242	3,034,923,999	3,149,915,940	2,993,759,005	2,691,139,228
Net worth <sup>3</sup> .....	630,069,085	967,927,509	1,343,743,493	1,361,280,253	1,273,397,574	1,182,146,927
Total receipts <sup>4</sup> .....	759,064,134	889,706,510	967,190,036	946,598,108	909,195,188	938,674,058
Business receipts <sup>4</sup> .....	667,610,273	760,824,421	817,186,647	815,772,817	799,441,224	822,160,145
Interest received <sup>4,6</sup> .....	26,513,904	31,706,595	40,293,352	37,267,880	32,097,945	28,478,715
Total deductions <sup>4</sup> .....	728,192,854	851,795,719	963,202,354	986,220,330	946,955,633	947,864,644
Cost of goods sold.....	184,295,336	202,700,271	220,902,262	213,276,295	205,183,275	213,052,675
Interest paid.....	52,171,340	61,139,001	73,850,231	76,883,082	69,536,498	62,442,478
Net income (less deficit) <sup>4</sup> .....	32,662,060	39,705,442	5,888,634	-37,658,246	-33,996,597	-3,996,010
Net income <sup>4</sup> .....	68,476,679	94,470,726	92,587,270	59,616,076	48,623,452	55,309,436
Deficit <sup>4</sup> .....	35,814,619	54,765,284	86,698,635	97,274,322	82,620,049	59,305,447
Total income tax <sup>7</sup> .....	20,501,328	25,266,589	25,616,216	16,406,635	12,104,214	14,026,180
Regular tax.....	20,274,203	25,200,587	24,990,024	16,309,070	12,076,847	13,897,774
Total income tax after credits.....	18,440,210	23,070,009	21,997,317	11,797,175	7,795,636	10,295,637

See notes at end of this section.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Industrial sector and item	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)
<b>FINANCE AND INSURANCE <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	218,193	217,780	221,394	220,895	224,352	234,746
Number with net income <sup>2</sup> .....	139,109	134,024	140,245	140,018	141,771	153,780
Total assets <sup>3</sup> .....	17,305,086,833	19,824,587,927	20,812,549,796	21,088,851,299	21,937,110,016	24,336,630,885
Net worth <sup>3</sup> .....	7,518,173,882	8,940,180,581	9,508,950,313	9,559,259,468	9,422,754,290	10,639,646,968
Total receipts <sup>4</sup> .....	2,357,691,805	3,008,131,381	2,915,539,562	2,621,771,654	2,605,571,614	2,575,206,914
Business receipts <sup>45</sup> .....	1,285,017,559	1,740,167,487	1,525,629,096	1,430,898,834	1,573,271,535	1,571,588,951
Interest received <sup>46</sup> .....	720,794,899	811,320,049	936,422,920	806,514,689	660,002,353	593,235,118
Total deductions <sup>4</sup> .....	2,037,238,331	2,610,951,725	2,499,971,633	2,321,050,152	2,324,723,707	2,240,823,839
Cost of goods sold <sup>4</sup> .....	744,162,763	1,162,852,049	875,995,480	828,320,672	835,466,854	818,675,183
Interest paid.....	344,911,753	392,893,417	474,253,886	421,275,484	291,740,227	249,072,837
Net income (less deficit) <sup>4</sup> .....	285,178,258	360,667,738	379,017,708	268,142,171	247,012,845	303,014,325
Net income <sup>4</sup> .....	317,490,397	393,580,700	422,936,185	328,604,216	304,543,767	341,858,827
Deficit <sup>4</sup> .....	32,312,139	32,912,962	43,918,477	60,462,045	57,530,922	38,844,502
Total income tax <sup>7</sup> .....	40,155,581	40,300,522	43,609,913	39,068,012	41,867,335	52,991,696
Regular tax.....	39,623,438	39,435,856	42,763,433	37,998,253	40,872,057	51,620,051
Total income tax after credits.....	35,809,588	33,861,687	36,939,212	34,189,718	36,100,698	44,306,591
<b>REAL ESTATE AND RENTAL AND LEASING <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	521,917	521,447	532,426	539,965	570,639	577,400
Number with net income <sup>2</sup> .....	212,436	207,998	212,683	203,699	207,925	219,872
Total assets <sup>3</sup> .....	496,174,007	555,038,279	562,512,765	553,968,402	538,584,064	559,092,671
Net worth <sup>3</sup> .....	138,405,897	148,473,459	155,887,764	151,968,943	147,198,160	161,103,312
Total receipts <sup>4</sup> .....	205,765,416	215,874,696	235,179,818	239,598,864	230,647,035	233,291,211
Business receipts <sup>45</sup> .....	175,701,248	185,450,183	204,519,672	207,454,856	205,206,751	207,243,701
Interest received <sup>46</sup> .....	6,601,541	6,782,681	5,525,181	4,864,674	4,046,822	4,213,588
Total deductions <sup>4</sup> .....	196,769,688	209,273,861	228,930,442	234,230,846	227,363,978	227,270,188
Cost of goods sold <sup>4</sup> .....	44,622,040	44,747,394	50,813,666	48,227,121	50,124,303	47,394,165
Interest paid.....	15,839,859	16,981,007	18,199,502	19,896,544	14,123,528	13,675,965
Net income (less deficit) <sup>4</sup> .....	8,872,883	6,486,094	6,137,855	5,360,069	3,253,378	6,062,925
Net income <sup>4</sup> .....	19,183,985	17,966,220	19,286,447	18,754,185	18,134,864	21,144,158
Deficit <sup>4</sup> .....	10,311,103	11,480,126	13,148,592	13,394,117	14,881,486	15,081,233
Total income tax <sup>7</sup> .....	2,789,218	2,530,093	2,454,250	2,361,366	2,012,011	2,370,340
Regular tax.....	2,615,409	2,377,866	2,376,474	2,321,058	1,974,547	2,314,379
Total income tax after credits.....	2,664,038	2,395,153	2,347,572	2,218,940	1,958,106	2,308,035
<b>PROFESSIONAL, SCIENTIFIC, AND TECHNICAL SERVICES <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	623,784	657,153	689,412	709,837	736,005	760,087
Number with net income <sup>2</sup> .....	384,536	409,951	409,706	416,900	429,535	444,869
Total assets <sup>3</sup> .....	299,636,432	373,290,013	499,987,766	483,351,824	484,691,832	507,815,971
Net worth <sup>3</sup> .....	110,823,199	139,391,301	213,025,814	189,543,565	171,783,018	181,546,066
Total receipts <sup>4</sup> .....	563,742,939	604,083,026	658,747,358	665,085,183	683,879,755	720,418,313
Business receipts <sup>4</sup> .....	540,924,209	576,276,292	623,368,137	631,691,343	651,992,903	691,608,915
Interest received <sup>46</sup> .....	3,875,671	4,427,474	7,621,540	6,196,145	4,668,720	3,889,678
Total deductions <sup>4</sup> .....	545,623,562	591,035,814	666,570,144	671,016,867	681,976,681	711,836,442
Cost of goods sold <sup>4</sup> .....	185,899,820	183,976,411	202,015,796	189,914,383	199,415,154	202,329,198
Interest paid.....	6,192,565	7,612,211	10,317,850	9,404,961	9,040,336	8,682,585
Net income (less deficit) <sup>4</sup> .....	18,166,687	13,263,768	-7,551,100	-5,614,567	2,463,356	9,277,744
Net income <sup>4</sup> .....	36,794,790	39,516,735	42,508,155	41,323,639	42,831,929	44,316,435
Deficit <sup>4</sup> .....	18,628,103	26,252,968	50,059,255	46,938,207	40,368,574	35,038,691
Total income tax <sup>7</sup> .....	4,892,809	4,784,997	4,910,603	3,943,006	3,769,108	3,671,651
Regular tax.....	4,848,521	4,735,208	4,879,740	3,931,563	3,736,566	3,682,859
Total income tax after credits.....	4,277,480	4,088,564	4,394,637	3,277,227	3,191,317	3,066,840

See notes at end of this section.

# Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Industrial sector and item	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)
<b>MANAGEMENT OF COMPANIES (HOLDING COMPANIES)<sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	30,931	43,246	47,542	47,866	48,053	46,887
Number with net income <sup>2</sup> .....	14,278	17,304	20,979	19,818	21,267	18,786
Total assets <sup>3</sup> .....	6,036,081,553	5,936,042,852	7,917,530,297	9,356,898,892	9,739,201,697	10,094,909,965
Net worth <sup>3</sup> .....	794,827,208	937,394,942	1,237,344,020	1,386,169,730	1,482,596,398	1,311,562,906
Total receipts <sup>4</sup> .....	550,818,360	518,531,619	693,453,386	788,062,467	689,799,466	677,082,366
Business receipts <sup>4</sup> .....	90,497,966	91,583,476	127,242,280	175,450,783	170,514,329	190,225,987
Interest received <sup>4,6</sup> .....	354,245,184	327,262,346	435,503,757	457,053,813	361,954,366	339,679,108
Total deductions <sup>4</sup> .....	491,555,673	457,651,453	613,412,225	702,054,817	602,603,758	581,498,091
Cost of goods sold <sup>4</sup> .....	4,093,481	1,341,171	7,403,101	18,585,287	11,077,288	9,517,497
Interest paid.....	227,006,009	198,179,812	293,846,786	290,735,669	186,561,412	158,380,777
Net income (less deficit) <sup>4</sup> .....	56,727,056	58,098,072	78,208,116	83,216,188	84,572,187	93,462,818
Net income <sup>4</sup> .....	61,617,002	63,362,066	83,529,280	89,526,734	94,494,581	100,808,637
Deficit <sup>4</sup> .....	4,889,946	5,263,994	5,321,164	6,310,546	9,922,394	7,345,819
Total income tax <sup>7</sup> .....	19,773,001	20,151,630	26,800,031	28,535,815	30,444,748	32,182,303
Regular tax.....	19,528,114	20,060,393	26,708,372	28,461,711	30,408,844	32,122,396
Total income tax after credits.....	16,608,717	17,557,723	21,745,792	23,256,377	24,905,354	25,674,080
<b>ADMINISTRATIVE AND SUPPORT AND WASTE MANAGEMENT AND REMEDIATION SERVICES<sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	200,449	205,011	211,993	223,999	231,412	242,904
Number with net income <sup>2</sup> .....	122,276	120,197	128,738	135,234	134,003	151,327
Total assets <sup>3</sup> .....	188,316,699	203,660,243	218,894,160	231,139,131	258,705,414	274,758,410
Net worth <sup>3</sup> .....	68,348,928	63,853,465	61,423,215	64,950,551	77,291,090	80,911,300
Total receipts <sup>4</sup> .....	277,178,204	296,911,229	325,399,872	352,935,179	350,216,846	377,940,515
Business receipts <sup>4</sup> .....	263,655,627	283,700,509	313,932,798	339,002,912	338,209,323	359,890,965
Interest received <sup>4,6</sup> .....	3,181,418	2,466,255	2,281,559	1,790,626	1,881,731	2,080,683
Total deductions <sup>4</sup> .....	270,127,054	290,332,899	321,181,269	345,441,035	345,261,614	370,864,108
Cost of goods sold <sup>4</sup> .....	124,986,629	132,743,416	138,959,356	152,621,002	149,702,110	170,893,885
Interest paid.....	5,863,680	6,037,846	7,500,383	7,002,692	6,199,583	6,503,972
Net income (less deficit) <sup>4</sup> .....	7,311,477	7,193,907	4,337,453	7,609,771	5,036,076	7,194,381
Net income <sup>4</sup> .....	12,520,454	12,185,525	12,211,170	14,784,895	13,491,618	14,226,924
Deficit <sup>4</sup> .....	5,208,977	4,991,618	7,873,717	7,175,123	8,455,542	7,032,543
Total income tax <sup>7</sup> .....	2,060,959	1,759,550	1,544,394	1,951,046	1,605,012	1,304,340
Regular tax.....	2,030,934	1,724,934	1,530,854	1,928,166	1,586,118	1,270,470
Total income tax after credits.....	1,768,277	1,345,004	1,278,157	1,520,665	1,393,675	1,092,221
<b>EDUCATIONAL SERVICES<sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	36,959	35,196	36,756	38,480	41,317	44,059
Number with net income <sup>2</sup> .....	24,011	22,139	23,516	19,336	20,525	21,688
Total assets <sup>3</sup> .....	12,015,998	13,290,030	15,347,835	16,497,219	16,492,830	19,947,248
Net worth <sup>3</sup> .....	4,711,049	4,890,418	5,899,320	6,192,337	6,195,219	7,265,582
Total receipts <sup>4</sup> .....	25,845,444	23,083,618	25,236,070	26,922,736	25,972,274	30,684,279
Business receipts <sup>4</sup> .....	23,196,929	20,532,679	22,021,416	25,148,309	24,509,009	29,746,218
Interest received <sup>4,6</sup> .....	93,441	108,347	159,191	113,946	90,703	86,397
Total deductions <sup>4</sup> .....	25,001,911	22,520,730	24,488,516	26,509,597	24,969,680	29,222,310
Cost of goods sold <sup>4</sup> .....	5,567,853	4,264,602	4,195,289	4,820,315	3,955,244	4,895,886
Interest paid.....	247,281	288,455	346,595	338,259	322,399	312,979
Net income (less deficit) <sup>4</sup> .....	841,910	559,735	743,338	420,744	1,005,660	1,457,306
Net income <sup>4</sup> .....	1,363,597	1,303,279	1,758,495	1,641,837	1,877,456	2,352,880
Deficit <sup>4</sup> .....	521,687	743,543	1,015,157	1,221,094	871,796	895,575
Total income tax <sup>7</sup> .....	172,739	176,634	297,442	229,931	264,236	341,140
Regular tax.....	170,401	175,768	296,332	229,079	263,846	337,968
Total income tax after credits.....	160,680	169,169	287,334	218,742	248,573	331,442

See notes at end of this section.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Industrial sector and item	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)
<b>HEALTH CARE AND SOCIAL ASSISTANCE <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	307,258	303,499	306,352	327,338	334,305	354,603
Number with net income <sup>2</sup> .....	178,952	179,919	188,153	207,968	209,306	224,155
Total assets <sup>3</sup> .....	217,705,783	216,011,347	220,349,973	213,775,949	214,329,877	229,814,061
Net worth <sup>3</sup> .....	70,205,539	65,619,372	64,661,550	56,901,435	61,960,368	64,342,783
Total receipts <sup>4</sup> .....	372,531,571	385,912,697	417,490,766	443,351,714	463,253,527	503,083,460
Business receipts <sup>4</sup> .....	357,156,938	371,442,071	403,580,914	429,190,484	448,427,967	488,409,511
Interest received <sup>4,6</sup> .....	1,768,297	1,808,445	2,067,609	1,798,075	1,320,255	1,270,834
Total deductions <sup>4</sup> .....	368,324,288	380,770,874	409,842,606	430,956,238	446,522,542	484,367,139
Cost of goods sold <sup>4</sup> .....	45,407,694	46,030,202	53,847,300	54,435,340	54,589,386	58,438,250
Interest paid.....	7,379,882	7,731,279	8,324,621	7,640,537	6,462,090	6,582,610
Net income (less deficit) <sup>4</sup> .....	4,133,910	5,076,755	7,649,931	12,335,681	16,631,149	18,630,604
Net income <sup>4</sup> .....	13,914,520	15,190,047	17,011,710	20,364,434	23,695,054	25,543,515
Deficit <sup>4</sup> .....	9,780,610	10,113,292	9,361,779	8,028,753	7,063,905	6,912,911
Total income tax <sup>7</sup> .....	1,769,004	1,779,862	1,663,812	1,774,653	2,059,337	2,137,289
Regular tax.....	1,751,998	1,762,161	1,651,580	1,771,057	2,053,582	2,123,128
Total income tax after credits.....	1,732,053	1,726,157	1,559,356	1,741,421	2,011,275	2,087,431
<b>ARTS, ENTERTAINMENT, AND RECREATION <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	92,966	93,922	97,866	102,631	110,609	110,119
Number with net income <sup>2</sup> .....	45,831	44,376	44,318	48,884	53,390	50,037
Total assets <sup>3</sup> .....	73,334,657	81,870,705	75,631,069	78,565,805	79,600,495	79,164,279
Net worth <sup>3</sup> .....	18,208,673	22,987,987	19,953,303	19,144,846	19,238,866	17,869,953
Total receipts <sup>4</sup> .....	67,273,020	76,849,223	70,085,901	75,491,312	78,918,432	76,855,082
Business receipts <sup>4</sup> .....	60,387,702	70,756,712	64,157,666	69,089,923	72,674,159	69,877,627
Interest received <sup>4,6</sup> .....	1,016,055	1,001,877	1,067,454	1,000,658	811,809	743,741
Total deductions <sup>4</sup> .....	65,413,634	76,004,686	69,649,259	75,071,517	78,066,513	75,624,795
Cost of goods sold <sup>4</sup> .....	13,913,998	15,558,840	14,012,402	14,108,775	15,445,331	14,036,996
Interest paid.....	2,859,173	3,153,120	3,133,918	3,330,751	2,936,172	2,784,090
Net income (less deficit) <sup>4</sup> .....	1,864,448	821,493	413,339	402,181	852,149	1,227,441
Net income <sup>4</sup> .....	5,242,957	4,931,288	5,038,654	5,233,174	5,346,441	5,338,360
Deficit <sup>4</sup> .....	3,378,510	4,109,794	4,625,314	4,830,992	4,494,292	4,110,919
Total income tax <sup>7</sup> .....	613,745	498,551	508,011	396,641	349,418	299,303
Regular tax.....	588,320	452,837	494,747	392,960	344,655	291,786
Total income tax after credits.....	535,839	452,800	447,722	351,460	294,113	252,586
<b>ACCOMMODATION, FOOD SERVICES, AND DRINKING PLACES <sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	245,334	252,113	257,525	259,465	271,527	278,722
Number with net income <sup>2</sup> .....	118,510	122,757	134,231	134,539	136,427	135,243
Total assets <sup>3</sup> .....	257,795,912	307,607,229	326,257,810	344,864,784	352,661,519	357,413,221
Net worth <sup>3</sup> .....	82,797,524	97,933,991	99,048,857	103,668,236	108,766,030	113,180,184
Total receipts <sup>4</sup> .....	317,528,271	342,083,590	375,040,371	353,715,274	399,787,328	407,107,664
Business receipts <sup>4</sup> .....	295,686,536	318,528,271	346,989,626	328,552,525	372,418,853	382,358,626
Interest received <sup>4,6</sup> .....	3,649,732	3,924,941	4,529,172	3,978,882	3,834,780	3,306,364
Total deductions <sup>4</sup> .....	309,897,224	332,848,457	364,913,806	345,725,252	391,952,542	400,097,877
Cost of goods sold <sup>4</sup> .....	126,010,805	131,317,833	143,111,384	122,785,758	152,332,352	158,705,517
Interest paid.....	11,177,826	12,290,148	14,325,258	13,229,659	12,583,288	11,730,733
Net income (less deficit) <sup>4</sup> .....	7,895,034	10,066,516	10,316,662	8,198,950	8,033,793	7,157,592
Net income <sup>4</sup> .....	15,097,570	16,629,585	17,113,147	15,491,509	15,772,353	15,472,058
Deficit <sup>4</sup> .....	7,202,537	6,563,069	6,796,485	7,292,559	7,738,560	8,314,466
Total income tax <sup>7</sup> .....	2,679,119	3,128,707	3,104,821	2,623,444	2,567,514	2,509,150
Regular tax.....	2,608,377	3,036,759	3,049,904	2,576,230	2,551,626	2,501,073
Total income tax after credits.....	2,051,196	2,315,528	2,390,708	1,947,518	1,740,440	1,711,725

See notes at end of this section.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Industrial sector and item	1998	1999	2000	2001	2002	2003
	(1)	(2)	(3)	(4)	(5)	(6)
<b>OTHER SERVICES<sup>1</sup></b>						
Number of returns, total <sup>2</sup> .....	300,313	305,725	316,138	325,602	321,134	329,336
Number with net income <sup>2</sup> .....	180,851	183,395	182,268	187,784	173,951	176,351
Total assets <sup>3</sup> .....	87,416,961	90,106,610	93,844,830	98,164,009	92,666,071	95,847,187
Net worth <sup>3</sup> .....	30,679,258	30,783,792	30,704,809	33,548,788	27,827,023	29,946,557
Total receipts <sup>4</sup> .....	148,369,892	151,673,526	170,060,184	174,835,529	164,353,067	170,732,940
Business receipts <sup>4</sup> .....	143,395,451	146,498,454	164,175,721	168,989,458	159,401,281	164,976,728
Interest received <sup>4,6</sup> .....	928,360	907,132	1,561,266	840,414	522,003	515,071
Total deductions <sup>4</sup> .....	143,776,511	147,324,436	165,502,185	170,800,214	161,284,099	166,821,367
Cost of goods sold <sup>4</sup> .....	60,956,443	61,680,640	68,810,776	70,937,697	63,754,139	66,924,017
Interest paid.....	2,731,937	2,844,964	3,748,882	3,035,734	2,472,820	2,538,029
Net income (less deficit) <sup>4</sup> .....	4,591,932	4,317,819	4,547,256	4,039,477	3,094,837	4,062,491
Net income <sup>4</sup> .....	7,237,035	7,191,706	7,811,408	7,750,193	6,976,867	7,962,590
Deficit <sup>4</sup> .....	2,645,103	2,873,886	3,264,152	3,710,716	3,882,031	3,900,100
Total income tax <sup>7</sup> .....	824,431	665,085	697,705	616,629	515,266	677,787
Regular tax.....	817,298	658,064	694,957	614,779	513,131	679,269
Total income tax after credits.....	785,562	637,689	674,380	580,567	480,323	520,041

See notes at end of this section.

## Selected Historical and Other Data

**Table 15.--Corporation Profits Before Tax per National Income and Product Accounts (NIPA) and per Statistics of Income (SOI), and Income Subject to Tax per SOI, Income Years 1960-2003**

[All figures are estimates--money amounts are in billions of dollars]

Income year	Profits before tax (per NIPA) <sup>1, 2</sup>	Net income (less deficit) (per SOI) <sup>3</sup>	Income subject to tax (per SOI) <sup>3,4</sup>
	(1)	(2)	(3)
1960.....	51.6	43.5	47.2
1961.....	51.6	45.9	47.9
1962.....	57.0	49.6	51.7
1963.....	62.1	54.3	54.3
1964.....	69.1	61.6	60.4
1965.....	80.2	73.9	70.8
1966.....	86.7	80.5	77.1
1967.....	83.5	78.2	74.8
1968.....	92.4	86.0	81.4
1969.....	91.4	80.2	81.2
1970.....	81.0	65.9	72.4
1971.....	92.9	79.7	83.2
1972.....	107.8	96.8	95.1
1973.....	134.8	120.4	115.5
1974.....	147.8	148.2	144.0
1975.....	145.5	142.6	146.6
1976.....	179.7	185.4	183.5
1977.....	210.4	219.2	212.5
1978.....	246.1	246.9	239.6
1979.....	271.9	284.6	279.4
1980.....	253.5	239.0	246.6
1981.....	243.7	213.6	241.5
1982.....	198.5	154.3	205.2
1983.....	233.9	188.3	218.7
1984.....	268.6	232.9	257.1
1985.....	257.4	240.1	266.1
1986.....	246.0	269.5	276.2
1987.....	317.6	328.2	311.8
1988.....	386.1	413.0	383.2
1989.....	383.7	389.0	371.1
1990.....	409.5	370.6	366.4
1991.....	423.0	344.9	350.0
1992.....	461.1	402.0	377.9
1993.....	517.1	498.2	436.8
1994.....	577.1	577.3	494.0
1995.....	674.3	714.2	564.7
1996.....	733.0	806.5	639.8
1997.....	798.2	915.4	683.8
1998.....	718.3	838.2	663.4
1999.....	775.9	929.0	693.7
2000.....	773.4	927.5	760.4
2001.....	707.9	603.6	635.3
2002.....	768.4	563.7	600.6
2003.....	937.2	780.0 <sup>r</sup>	699.3

See notes at end of this section.

## Selected Historical and Other Data

**Table 16.--Nonprofit Charitable Organization and Domestic Private Foundation Information Returns, and Tax-Exempt Organization Business Income Tax Returns: Selected Financial Data, 1995-2002**

[All figures are estimates based on samples--money amounts are in millions of dollars]

Type of return, item	1995	1996	1997	1998	1999	2000	2001	2002
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>NONPROFIT CHARITABLE ORGANIZATION INFORMATION RETURNS <sup>1</sup></b>								
Number of returns.....	180,931	192,059	198,957	207,272	211,615	230,159	240,569	251,676
Total assets, book value <sup>2</sup> .....	1,143,079	1,293,439	1,438,977	1,351,541	1,453,675	1,562,536	1,631,719	1,733,852
Total liabilities <sup>2</sup> .....	512,383	564,566	624,978	459,188	481,444	539,367	611,390	693,576
Total fund balance or net worth <sup>2</sup> .....	630,696	728,873	813,998	892,353	972,232	1,023,169	1,020,329	1,040,275
Total revenue.....	663,371	704,346	754,616	752,044	800,676	866,208	896,974	955,267
Program service revenue <sup>3</sup> .....	443,052	467,559	486,407	502,832	518,111	579,081	630,817	691,791
Contributions, gifts, and grants.....	127,743	137,666	146,171	161,751	174,992	199,076	212,427	214,484
Membership dues and assessments.....	6,148	6,347	6,823	6,952	6,331	6,660	7,239	7,879
Other.....	86,428	92,774	115,215	80,508	101,242	81,392	46,491	4,113
Total expenses.....	604,645	637,917	677,143	684,566	714,487	796,434	862,721	934,672
Excess of revenue over expenses (net).....	58,725	66,429	77,473	67,478	86,189	69,775	34,253	20,595
<b>DOMESTIC PRIVATE FOUNDATION INFORMATION RETURNS</b>								
Number of returns, total.....	47,917	50,774	55,113	56,658	62,694	66,738	70,787	73,255
Nonoperating foundations.....	43,966	46,066	50,541	52,460	58,840	61,501	63,650	67,101
Operating foundations.....	3,951	4,708	4,572	4,198	3,854	5,238	7,137	6,154
Total assets, book value <sup>2</sup> .....	195,570	232,565	280,920	325,672	384,565	409,524	413,577	383,516
Total assets, fair market value <sup>2</sup> .....	242,917	288,588	342,689	397,084	466,863	471,646	455,423	413,007
Investments in securities <sup>2</sup> .....	190,739	225,087	272,412	317,900	363,442	361,418	329,353	294,385
Total revenue.....	30,814	48,247	55,460	59,735	83,286	72,780	45,264	27,775
Total expenses.....	17,189	19,852	22,414	25,902	33,876	37,434	36,661	34,392
Contributions, gifts, and grants paid <sup>4</sup> .....	12,256	14,519	16,421	19,394	22,763	27,564	27,383	26,303
Excess of revenue over expenses (net).....	13,626	28,395	33,046	33,833	49,410	35,346	8,602	-6618
Net investment income <sup>5</sup> .....	20,355	26,189	34,801	39,313	57,142	48,830	25,719	17,648
<b>TAX-EXEMPT ORGANIZATION UNRELATED BUSINESS INCOME TAX RETURNS <sup>6</sup></b>								
Number of returns, total.....	36,394	40,621	39,302	46,208	42,151	38,567	35,540	35,103
With unrelated business taxable income.....	18,157	19,511	20,827	24,332	20,718	19,336	15,277	14,495
Without unrelated business taxable income.....	18,237	21,109	18,475	21,876	21,433	19,231	20,264	20,608
Gross unrelated business income <sup>7</sup> .....	6,280	7,295	7,809	7,585	7,722	8,413	7,900	7,776
Total deductions <sup>7, 8, 9</sup> .....	5,787	6,619	6,903	6,484	6,835	7,703	7,883	7,922
Unrelated business taxable income (less deficit) <sup>8</sup> .....	493	676	906	1,100	887	710	18	-146
Unrelated business taxable income.....	893	1,170	1,375	1,670	1,485	1,427	792	647
Deficit <sup>8</sup> .....	400	494	469	569	598	717	774	793
Unrelated business income tax.....	277	372	418	506	423	406	226	194
Total tax <sup>10</sup> .....	277	373	423	464	422	403	222	193

See notes at end of this section.

## Selected Historical and Other Data

**Table 17.--Taxable Estate Tax Returns as a Percentage of Adult Deaths, Selected Years of Death, 1934-2002**

[Money amounts are in thousands of dollars<sup>1</sup>]

Selected year of death <sup>2</sup>	Total adult deaths <sup>3</sup>	Taxable estate tax returns <sup>4, 5</sup>			
		Number	Percentage of adult deaths	Total gross estate at date of death	Estate tax after credits
	(1)	(2)	(3)	(4)	(5)
1934.....	983,970	8,655	0.88	2,197,941	153,763
1935.....	1,172,245	9,137	0.78	2,084,269	195,301
1936.....	1,257,290	12,010	0.96	2,561,906	305,784
1937.....	1,237,585	13,220	1.07	2,844,112	314,620
1938.....	1,181,275	12,720	1.08	2,564,072	276,707
1939.....	1,205,072	12,907	1.07	2,441,960	250,360
1940.....	1,237,186	13,336	1.08	2,578,314	291,758
1941.....	1,216,855	13,493	1.11	2,550,473	308,342
1942.....	1,211,391	12,726	1.05	2,452,340	362,164
1943.....	1,277,009	12,154	0.95	2,720,000	404,638
1944.....	1,238,917	13,869	1.12	3,245,624	531,052
1946.....	1,239,713	18,232	1.47	3,993,298	621,966
1947.....	1,278,856	19,742	1.54	4,445,326	714,707
1948.....	1,283,601	17,469	1.36	4,271,852	567,421
1949.....	1,285,684	17,411	1.35	4,126,358	483,520
1950.....	1,304,343	18,941	1.45	4,655,892	577,401
1953.....	1,237,741	24,997	2.02	6,287,867	778,504
1954.....	1,332,412	25,143	1.89	6,387,246	778,342
1956.....	1,289,193	32,131	2.49	8,903,611	1,176,710
1958.....	1,358,375	38,515	2.84	9,995,884	1,185,620
1960.....	1,426,148	45,439	3.19	12,733,459	1,618,548
1962.....	1,483,846	55,207	3.72	14,713,504	1,840,972
1965.....	1,578,813	67,404	4.27	18,820,065	2,414,310
1969.....	1,796,055	93,424	5.20	23,459,524	2,999,965
1972.....	1,854,146	120,761	6.51	33,293,565	4,153,250
1976.....	1,819,107	139,115	7.65	40,578,379	4,979,112
1982.....	1,897,820	34,426	1.81	31,903,845	4,937,216
1983.....	1,945,913	34,899	1.79	33,434,470	5,073,787
1984.....	1,968,128	30,436	1.55	34,201,557	5,012,750
1985.....	2,015,070	22,326	1.11	35,168,822	6,044,292
1986.....	2,033,978	21,923	1.08	37,799,304	6,276,800
1987.....	2,053,084	18,157	0.88	40,907,217	6,392,989
1988.....	2,096,704	20,864	1.00	43,413,056	7,432,376
1989.....	2,079,035	23,096	1.11	51,062,975	8,953,181
1990.....	2,079,034	24,647	1.19	53,698,028	9,217,499
1991.....	2,101,746	26,680	1.27	55,363,655	9,617,366
1992.....	2,111,617	27,235	1.29	59,707,135	10,474,949
1993.....	2,204,366	32,062	1.45	72,047,377	12,559,769
1994.....	2,216,736	32,565	1.47	69,492,783	12,312,421
1995.....	2,252,471	36,651	1.63	78,756,293	14,259,048
1996.....	2,314,254	41,714	1.80	95,003,317	16,336,256
1997.....	2,258,366	47,800	2.12	104,860,580	19,957,705
1998.....	2,282,055	49,913	2.19	117,965,303	22,676,230
1999.....	2,336,840	53,819	2.30	135,076,422	24,809,821
2000.....	2,349,361	51,159	2.18	126,095,812	24,032,595
2001.....	2,363,100	49,911	2.11	132,301,775	23,393,255
2002.....	2,389,533	28,074	1.17	105,339,413	18,841,122

See notes at end of this section.

## Selected Historical and Other Data

**Table 18.--Treasury Department Gross Tax Collections: Amount Collected by Quarter and Fiscal Year, 1987-2006**

[Money amounts are in millions of dollars]

Quarter and fiscal year	Amount collected by type of return						Estate and gift taxes
	Total <sup>1</sup>	Individual income taxes <sup>2</sup>	Corporation income taxes <sup>3</sup>	Excise taxes		Employment taxes <sup>5</sup>	
				Internal Revenue Service <sup>1,4</sup>	Alcohol and Tobacco Tax and Trade Bureau <sup>4</sup>		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>FISCAL YEAR 1987, TOTAL</b> <sup>4</sup>	<b>886,290</b>	<b>465,452</b>	<b>102,859</b>	<b>33,311</b>	<b>( <sup>4</sup> )</b>	<b>277,000</b>	<b>7,668</b>
October 1986 - December 1986	180,580	92,346	22,466	8,281	N/A	55,615	1,872
January 1987 - March 1987	209,032	105,483	22,649	7,925	N/A	71,156	1,819
April 1987 - June 1987	285,477	164,008	29,748	8,493	N/A	81,139	2,089
July 1987 - September 1987 <sup>4</sup>	211,201	103,615	27,996	8,612	( <sup>4</sup> )	69,090	1,888
<b>FISCAL YEAR 1988, TOTAL</b>	<b>945,614</b>	<b>473,667</b>	<b>109,683</b>	<b>25,934</b>	<b>10,507</b>	<b>318,039</b>	<b>7,784</b>
October 1987 - December 1987	200,006	97,479	24,828	6,475	2,911	66,500	1,813
January 1988 - March 1988	222,784	111,215	22,006	5,304	2,337	80,161	1,761
April 1988 - June 1988	298,938	160,018	35,991	6,550	2,763	91,426	2,190
July 1988 - September 1988	223,886	104,955	26,858	7,605	2,496	79,952	2,020
<b>FISCAL YEAR 1989, TOTAL</b>	<b>1,024,718</b>	<b>515,732</b>	<b>117,015</b>	<b>25,977</b>	<b>11,397</b>	<b>345,626</b>	<b>8,973</b>
October 1988 - December 1988	216,503	104,522	29,551	6,657	2,985	70,632	2,156
January 1989 - March 1989	238,279	114,475	20,760	6,098	2,395	92,587	1,964
April 1989 - June 1989	334,878	180,947	40,825	6,899	3,401	100,077	2,729
July 1989 - September 1989	235,059	115,788	25,879	6,324	2,615	82,329	2,124
<b>FISCAL YEAR 1990, TOTAL</b>	<b>1,066,600</b>	<b>540,228</b>	<b>110,017</b>	<b>27,139</b>	<b>10,235</b>	<b>367,219</b>	<b>11,762</b>
October 1989 - December 1989	222,867	110,077	26,390	6,184	2,790	74,982	2,444
January 1990 - March 1990	251,924	127,277	21,433	5,868	2,187	92,868	2,291
April 1990 - June 1990	343,976	181,180	37,398	8,143	2,690	110,281	4,284
July 1990 - September 1990	247,833	121,694	24,796	6,944	2,568	89,088	2,743
<b>FISCAL YEAR 1991, TOTAL</b>	<b>1,099,746</b>	<b>546,877</b>	<b>113,599</b>	<b>30,452</b>	<b>12,895</b>	<b>384,451</b>	<b>11,473</b>
October 1990 - December 1990	242,792	118,047	29,248	6,363	2,753	83,646	2,735
January 1991 - March 1991	257,078	119,891	22,974	7,107	2,919	101,569	2,618
April 1991 - June 1991	338,591	181,949	35,953	7,545	3,545	106,426	3,173
July 1991 - September 1991	261,284	126,990	25,423	9,436	3,678	92,810	2,947
<b>FISCAL YEAR 1992, TOTAL</b>	<b>1,134,195</b>	<b>557,723</b>	<b>117,951</b>	<b>33,566</b>	<b>13,395</b>	<b>400,081</b>	<b>11,479</b>
October 1991 - December 1991	249,845	117,980	28,571	8,238	3,572	88,749	2,735
January 1992 - March 1992	266,984	136,220	19,751	8,159	2,823	97,425	2,606
April 1992 - June 1992	348,986	173,437	41,930	8,311	3,539	118,503	3,266
July 1992 - September 1992	268,380	130,086	27,699	8,858	3,461	95,404	2,872
<b>FISCAL YEAR 1993, TOTAL</b>	<b>1,190,673</b>	<b>585,774</b>	<b>131,548</b>	<b>34,962</b>	<b>13,987</b>	<b>411,511</b>	<b>12,891</b>
October 1992 - December 1992	262,404	124,812	30,324	8,388	3,581	92,284	3,015
January 1993 - March 1993	285,925	154,596	21,124	8,317	3,074	96,042	2,772
April 1993 - June 1993	354,070	168,977	47,920	8,739	3,776	120,767	3,891
July 1993 - September 1993	288,274	137,389	32,180	9,518	3,556	102,418	3,213
<b>FISCAL YEAR 1994, TOTAL</b>	<b>1,290,246</b>	<b>619,819</b>	<b>154,205</b>	<b>43,005</b>	<b>13,779</b>	<b>443,831</b>	<b>15,607</b>
October 1993 - December 1993	282,891	132,790	36,088	9,907	3,525	97,012	3,569
January 1994 - March 1994	309,746	160,382	24,883	9,932	3,009	108,037	3,503
April 1994 - June 1994	386,403	182,996	55,652	10,629	3,592	128,665	4,869
July 1994 - September 1994	311,205	143,651	37,582	12,536	3,653	110,117	3,666
<b>FISCAL YEAR 1995, TOTAL</b>	<b>1,390,048</b>	<b>675,779</b>	<b>174,422</b>	<b>44,981</b>	<b>14,317</b>	<b>465,405</b>	<b>15,144</b>
October 1994 - December 1994	301,238	138,454	40,811	11,029	3,791	103,537	3,616
January 1995 - March 1995	329,624	169,977	26,137	10,791	2,982	116,503	3,234
April 1995 - June 1995	432,556	214,105	65,995	11,116	3,603	133,357	4,380
July 1995 - September 1995	326,630	153,243	41,479	12,045	3,941	112,008	3,914
<b>FISCAL YEAR 1996, TOTAL</b>	<b>1,500,351</b>	<b>745,313</b>	<b>189,055</b>	<b>42,222</b>	<b>13,805</b>	<b>492,365</b>	<b>17,592</b>
October 1995 - December 1995	320,038	148,203	46,823	11,409	3,411	106,200	3,992
January 1996 - March 1996	349,683	184,419	27,971	9,939	2,959	120,783	3,612
April 1996 - June 1996	474,823	242,754	68,509	9,835	3,532	144,825	5,368
July 1996 - September 1996	355,808	169,937	45,752	11,039	3,903	120,557	4,620

See notes at end of this section.

## Selected Historical and Other Data

**Table 18.--Treasury Department Gross Tax Collections: Amount Collected by Quarter and Fiscal Year, 1987-2006--Continued**

[Money amounts are in millions of dollars]

Quarter and fiscal year	Amount collected by type of return						
	Total <sup>1</sup>	Individual income taxes <sup>2</sup>	Corporation income taxes <sup>3</sup>	Excise taxes		Employment taxes <sup>5</sup>	Estate and gift taxes
				Internal Revenue Service <sup>1,4</sup>	Alcohol and Tobacco Tax and Trade Bureau <sup>4</sup>		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>FISCAL YEAR 1997, TOTAL.....</b>	<b>1,637,157</b>	<b>825,021</b>	<b>204,492</b>	<b>44,806</b>	<b>13,883</b>	<b>528,597</b>	<b>20,356</b>
October 1996 - December 1996.....	345,447	157,767	49,612	10,052	3,261	120,284	4,471
January 1997 - March 1997.....	379,827	197,477	31,359	10,762	3,052	132,838	4,339
April 1997 - June 1997.....	526,490	285,884	75,093	11,600	3,524	144,048	6,341
July 1997 - September 1997.....	385,392	183,893	48,428	12,393	4,046	131,426	5,206
<b>FISCAL YEAR 1998, TOTAL.....</b>	<b>1,782,997</b>	<b>928,066</b>	<b>213,270</b>	<b>45,643</b>	<b>13,588</b>	<b>557,799</b>	<b>24,631</b>
October 1997 - December 1997.....	381,995	180,507	56,228	12,424	3,181	124,315	5,340
January 1998 - March 1998.....	412,808	216,994	33,640	11,424	2,968	142,512	5,270
April 1998 - June 1998.....	578,540	319,050	75,714	12,575	3,581	159,632	7,988
July 1998 - September 1998.....	409,655	211,515	47,688	9,220	3,858	131,341	6,033
<b>FISCAL YEAR 1999, TOTAL.....</b>	<b>1,917,643</b>	<b>1,002,186</b>	<b>216,325</b>	<b>58,586</b>	<b>13,490</b>	<b>598,670</b>	<b>28,386</b>
October 1998 - December 1998.....	410,884	192,843	56,474	18,017	3,216	133,695	6,639
January 1999 - March 1999.....	444,224	239,680	33,958	12,179	2,915	149,408	6,084
April 1999 - June 1999.....	616,626	351,720	72,904	13,366	3,457	166,086	9,093
July 1999 - September 1999.....	445,908	217,943	52,989	15,023	3,903	149,480	6,570
<b>FISCAL YEAR 2000, TOTAL.....</b>	<b>2,112,755</b>	<b>1,137,078</b>	<b>235,655</b>	<b>54,811</b>	<b>15,838</b>	<b>639,652</b>	<b>29,722</b>
October 1999 - December 1999.....	442,745	222,369	57,122	12,611	3,523	139,310	7,810
January 2000 - March 2000.....	490,661	265,193	39,584	13,107	3,540	162,816	6,421
April 2000 - June 2000.....	690,101	403,071	79,583	13,608	4,217	180,645	8,977
July 2000 - September 2000.....	489,248	246,445	59,366	15,484	4,558	156,881	6,514
<b>FISCAL YEAR 2001, TOTAL.....</b>	<b>2,144,654</b>	<b>1,178,210</b>	<b>186,732</b>	<b>52,419</b>	<b>15,822</b>	<b>682,223</b>	<b>29,248</b>
October 2000 - December 2000.....	466,710	228,483	64,597	12,574	3,782	150,175	7,099
January 2001 - March 2001.....	523,566	285,417	38,239	13,436	3,472	176,339	6,663
April 2001 - June 2001.....	709,403	425,471	64,709	12,369	4,137	193,561	9,156
July 2001 - September 2001.....	444,976	238,839	19,187	14,040	4,531	162,148	6,331
<b>FISCAL YEAR 2002, TOTAL.....</b>	<b>2,033,661</b>	<b>1,037,734</b>	<b>211,438</b>	<b>52,137</b>	<b>17,034</b>	<b>688,077</b>	<b>27,242</b>
October 2001 - December 2001.....	477,215	235,729	71,783	8,070	3,756	151,079	6,798
January 2002 - March 2002.....	494,506	250,689	38,760	15,632	3,957	178,982	6,486
April 2002 - June 2002.....	599,650	324,735	55,496	13,486	4,480	194,045	7,408
July 2002 - September 2002.....	462,289	226,580	45,399	14,949	4,841	163,971	6,549
<b>FISCAL YEAR 2003, TOTAL.....</b>	<b>1,969,648</b>	<b>987,209</b>	<b>194,146</b>	<b>52,771</b>	<b>16,719</b>	<b>695,976</b>	<b>22,827</b>
October 2002 - December 2002.....	444,259	209,947	51,821	12,461	3,791	160,448	5,792
January 2003 - March 2003.....	480,840	252,412	31,309	12,017	3,808	175,609	5,684
April 2003 - June 2003.....	596,078	310,723	67,381	12,821	4,336	194,902	5,916
July 2003 - September 2003.....	448,471	214,128	43,636	15,473	4,783	165,016	5,435
<b>FISCAL YEAR 2004, TOTAL.....</b>	<b>2,035,472</b>	<b>990,249</b>	<b>230,619</b>	<b>54,807</b>	<b>17,260 <sup>x</sup></b>	<b>717,247</b>	<b>25,579</b>
October 2003 - December 2003.....	453,625	211,414	59,746	12,613	4,243 <sup>x</sup>	159,894	6,000
January 2004 - March 2004.....	489,927	253,054	33,289	13,018	3,745	180,871	5,950
April 2004 - June 2004.....	612,808	308,822	81,800	13,554	4,481	197,486	6,665
July 2004 - September 2004.....	479,112	216,958	55,784	15,623	4,790 <sup>x</sup>	178,996	6,965
<b>FISCAL YEAR 2005, TOTAL.....</b>	<b>2,286,837</b>	<b>1,107,501</b>	<b>307,095</b>	<b>57,252</b>	<b>17,942</b>	<b>771,442</b>	<b>25,606</b>
October 2004 - December 2004.....	492,020	224,307	74,547	12,692	4,107	170,425	5,942
January 2005 - March 2005.....	531,435	271,686	43,355	13,593	3,706	192,825	6,270
April 2005 - June 2005.....	713,819	367,673	103,079	14,282	4,404	217,592	6,789
July 2005 - September 2005.....	549,564	243,835	86,114	16,685	5,725	190,600	6,604
<b>FISCAL YEAR 2006</b>							
October 2005 - December 2005.....	531,602	240,961	89,694	13,269	4,360	176,954	6,364

See notes at end of this section.

## Selected Historical and Other Data

**Table 19.--Internal Revenue Tax Refunds: Amount Refunded by Quarter and Fiscal Year, 1987-2006**

[Money amounts are in millions of dollars]

Quarter and fiscal year	Amount refunded by type of return					
	Total <sup>1</sup>	Individual income taxes <sup>2</sup>	Corporation income taxes <sup>3</sup>	Excise taxes <sup>1,4</sup>	Employment taxes <sup>5</sup>	Estate and gift taxes
	(1)	(2)	(3)	(4)	(5)	(6)
<b>FISCAL YEAR 1987, TOTAL.....</b>	<b>96,969</b>	<b>73,583</b>	<b>19,891</b>	<b>1,381</b>	<b>1,900</b>	<b>214</b>
October 1986 - December 1986 .....	8,668	3,406	4,789	111	312	50
January 1987 - March 1987.....	28,422	22,198	5,296	479	393	56
April 1987 - June 1987 .....	50,063	42,858	5,948	332	869	57
July 1987 - September 1987.....	9,816	5,121	3,858	459	326	52
<b>FISCAL YEAR 1988, TOTAL.....</b>	<b>94,480</b>	<b>74,399</b>	<b>16,477</b>	<b>1,114</b>	<b>2,263</b>	<b>227</b>
October 1987 - December 1987.....	7,701	3,437	3,727	207	275	55
January 1988 - March 1988.....	27,798	21,744	5,248	198	553	55
April 1988 - June 1988.....	49,202	43,769	3,848	421	1,114	50
July 1988 - September 1988.....	9,776	5,449	3,654	288	321	67
<b>FISCAL YEAR 1989, TOTAL.....</b>	<b>93,613</b>	<b>73,597</b>	<b>14,921</b>	<b>2,054</b>	<b>2,771</b>	<b>269</b>
October 1988 - December 1988.....	8,380	3,362	4,461	118	359	80
January 1989 - March 1989.....	32,041	26,759	4,462	182	570	67
April 1989 - June 1989.....	43,538	38,895	3,849	350	381	63
July 1989 - September 1989.....	9,654	4,581	2,149	1,404	1,461	59
<b>FISCAL YEAR 1990, TOTAL .....</b>	<b>99,656</b>	<b>76,065</b>	<b>18,324</b>	<b>2,261</b>	<b>2,677</b>	<b>329</b>
October 1989 - December 1989.....	8,487	3,094	4,605	300	409	79
January 1990 - March 1990.....	37,121	31,367	4,922	342	423	67
April 1990 - June 1990.....	43,308	36,952	4,209	549	1,492	106
July 1990 - September 1990.....	10,740	4,652	4,588	1,070	353	77
<b>FISCAL YEAR 1991, TOTAL .....</b>	<b>104,380</b>	<b>82,877</b>	<b>17,440</b>	<b>1,188</b>	<b>2,471</b>	<b>404</b>
October 1990 - December 1990.....	8,284	3,367	4,148	344	323	102
January 1991 - March 1991.....	38,020	32,811	4,286	293	538	92
April 1991 - June 1991.....	47,962	41,638	4,748	226	1,249	101
July 1991 - September 1991.....	10,114	5,061	4,258	325	361	109
<b>FISCAL YEAR 1992, TOTAL.....</b>	<b>113,108</b>	<b>88,624</b>	<b>19,688</b>	<b>1,997</b>	<b>2,398</b>	<b>401</b>
October 1991 - December 1991.....	10,072	3,607	5,639	379	346	101
January 1992 - March 1992 .....	44,657	38,183	5,750	201	430	93
April 1992 - June 1992.....	47,817	42,231	4,596	476	399	115
July 1992 - September 1992.....	10,562	4,603	3,703	941	1,223	92
<b>FISCAL YEAR 1993, TOTAL.....</b>	<b>93,580</b>	<b>74,234</b>	<b>16,035</b>	<b>958</b>	<b>1,969</b>	<b>384</b>
October 1992 - December 1992.....	7,891	3,081	4,190	208	324	88
January 1993 - March 1993.....	37,213	31,503	4,971	239	396	104
April 1993 - June 1993.....	39,325	35,353	3,195	290	397	90
July 1993 - September 1993.....	9,151	4,297	3,679	221	852	102
<b>FISCAL YEAR 1994, TOTAL.....</b>	<b>96,980</b>	<b>75,935</b>	<b>16,251</b>	<b>1,877</b>	<b>2,477</b>	<b>441</b>
October 1993 - December 1993.....	7,329	2,322	4,176	394	324	113
January 1994 - March 1994.....	34,614	27,859	5,800	403	445	107
April 1994 - June 1994.....	43,804	40,876	2,109	333	393	93
July 1994 - September 1994.....	11,233	4,878	4,165	747	1,315	128
<b>FISCAL YEAR 1995, TOTAL.....</b>	<b>108,035</b>	<b>84,056</b>	<b>19,350</b>	<b>2,223</b>	<b>1,972</b>	<b>434</b>
October 1994 - December 1994.....	9,086	3,440	4,909	319	304	114
January 1995 - March 1995.....	35,791	27,642	6,370	926	753	101
April 1995 - June 1995.....	53,388	47,433	4,904	500	443	108
July 1995 - September 1995.....	9,770	5,541	3,167	478	472	111
<b>FISCAL YEAR 1996, TOTAL.....</b>	<b>132,710</b>	<b>107,361</b>	<b>19,201</b>	<b>2,075</b>	<b>3,584</b>	<b>489</b>
October 1995 - December 1995.....	11,149	4,133	5,391	361	1,152	112
January 1996 - March 1996.....	48,625	41,633	6,103	239	538	112
April 1996 - June 1996.....	61,612	56,319	4,363	355	454	121
July 1996 - September 1996.....	11,324	5,276	3,344	1,120	1,440	144

See notes at end of this section.

## Selected Historical and Other Data

**Table 19.--Internal Revenue Tax Refunds: Amount Refunded by Quarter and Fiscal Year, 1987-2006--Continued**

[Money amounts are in millions of dollars]

Quarter and fiscal year	Amount refunded by type of return					
	Total <sup>1</sup>	Individual income taxes <sup>2</sup>	Corporation income taxes <sup>3</sup>	Excise taxes <sup>1,4</sup>	Employment taxes <sup>5</sup>	Estate and gift taxes
	(1)	(2)	(3)	(4)	(5)	(6)
<b>FISCAL YEAR 1997, TOTAL.....</b>	<b>142,599</b>	<b>113,083</b>	<b>24,046</b>	<b>1,790</b>	<b>3,104</b>	<b>576</b>
October 1996 - December 1996.....	13,306	4,460	8,082	155	433	176
January 1997 - March 1997.....	58,345	51,442	5,771	493	552	87
April 1997 - June 1997.....	57,421	51,980	4,399	375	522	146
July 1997 - September 1997.....	13,525	5,201	5,794	767	1,596	167
<b>FISCAL YEAR 1998, TOTAL.....</b>	<b>153,828</b>	<b>119,499</b>	<b>27,560</b>	<b>1,600</b>	<b>4,562</b>	<b>609</b>
October 1997 - December 1997.....	10,680	4,369	5,496	165	499	151
January 1998 - March 1998.....	66,516	56,124	9,326	266	670	130
April 1998 - June 1998.....	59,172	52,613	5,506	188	683	182
July 1998 - September 1998.....	17,460	6,393	7,232	981	2,708	146
<b>FISCAL YEAR 1999, TOTAL.....</b>	<b>185,282</b>	<b>146,406</b>	<b>34,062</b>	<b>1,690</b>	<b>2,470</b>	<b>654</b>
October 1998 - December 1998.....	15,684	5,010	9,885	143	455	191
January 1999 - March 1999.....	77,493	65,467	10,648	508	741	129
April 1999 - June 1999.....	76,729	68,418	7,139	369	646	157
July 1999 - September 1999.....	15,376	7,511	6,390	670	628	177
<b>FISCAL YEAR 2000, TOTAL.....</b>	<b>195,751</b>	<b>157,837</b>	<b>30,382</b>	<b>1,802</b>	<b>4,957</b>	<b>773</b>
October 1999 - December 1999.....	16,453	6,590	8,844	176	613	230
January 2000 - March 2000.....	94,728	84,290	8,933	539	791	175
April 2000 - June 2000.....	67,353	59,386	6,625	388	773	181
July 2000 - September 2000.....	17,217	7,571	5,980	699	2,780	187
<b>FISCAL YEAR 2001, TOTAL.....</b>	<b>252,787</b>	<b>205,690</b>	<b>37,941</b>	<b>1,948</b>	<b>6,283</b>	<b>925</b>
October 2000 - December 2000.....	17,859	6,685	10,148	232	549	245
January 2001 - March 2001.....	102,741	87,193	13,984	468	897	199
April 2001 - June 2001.....	75,813	66,964	7,409	465	789	186
July 2001 - September 2001.....	56,374	44,848	6,400	783	4,048	295
<b>FISCAL YEAR 2002, TOTAL.....</b>	<b>257,644</b>	<b>183,891</b>	<b>66,758</b>	<b>2,248</b>	<b>3,944</b>	<b>803</b>
October 2001 - December 2001.....	26,567	8,665	16,659	321	700	222
January 2002 - March 2002.....	94,761	76,571	16,658	545	821	166
April 2002 - June 2002.....	107,211	87,192	18,498	625	668	228
July 2002 - September 2002.....	29,105	11,463	14,942	758	1,754	188
<b>FISCAL YEAR 2003, TOTAL.....</b>	<b>296,064</b>	<b>223,317</b>	<b>65,332</b>	<b>2,026</b>	<b>4,445</b>	<b>944</b>
October 2002 - December 2002.....	32,964	11,292	20,580	215	609	268
January 2003 - March 2003.....	126,113	105,124	19,587	526	685	191
April 2003 - June 2003.....	98,530	81,958	14,958	607	789	217
July 2003 - September 2003.....	38,457	24,943	10,207	677	2,362	268
<b>FISCAL YEAR 2004, TOTAL.....</b>	<b>270,893</b>	<b>218,667</b>	<b>45,850</b>	<b>1,955</b>	<b>3,638</b>	<b>783</b>
October 2003 - December 2003.....	30,851	10,930	18,913	220	562	226
January 2004 - March 2004.....	127,181	116,146	9,528	580	755	172
April 2004 - June 2004.....	92,443	81,049	10,062	499	646	188
July 2004 - September 2004.....	20,418	10,542	7,347	656	1,675	198
<b>FISCAL YEAR 2005, TOTAL.....</b>	<b>255,439</b>	<b>212,966</b>	<b>34,332</b>	<b>2,132</b>	<b>5,126</b>	<b>883</b>
October 2004 - December 2004.....	24,050	10,242	12,911	184	483	229
January 2005 - March 2005.....	126,559	116,060	8,530	576	1,185	207
April 2005 - June 2005.....	83,244	76,170	5,578	597	700	200
July 2005 - September 2005.....	21,586	10,494	7,313	774	2,758	246
<b>FISCAL YEAR 2006</b>						
October 2005 - December 2005.....	20,693	9,767	9,863	262	591	210

See notes at end of this section.

## Selected Historical and Other Data

**Table 20.--Individual Income Tax Refund Offsets for Repayment of Specific Outstanding Taxpayer Obligations or Debts, by Selected Type of Program or U.S. Government Agency to Which Amount Was Owed, Calendar Years of Offset, 1988-2005<sup>1</sup>**

[Money amounts are in thousands of dollars]

Selected program or agency	Number of offsets <sup>2</sup>	Refund offset amount <sup>3</sup>	Number of offsets <sup>2</sup>	Refund offset amount <sup>3</sup>	Number of offsets <sup>2</sup>	Refund offset amount <sup>3</sup>
	1988		1989		1990	
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Total.....</b>	<b>1,194,901</b>	<b>637,504</b>	<b>1,259,297</b>	<b>708,545</b>	<b>1,402,111</b>	<b>804,906</b>
Department of Health and Human Services <sup>4</sup> .....	737,731	407,815	779,554	449,627	831,966	483,474
Child support (TANF) <sup>5</sup> .....	604,645	320,298	627,403	350,598	651,893	365,613
Child support (non-TANF) <sup>6</sup> .....	132,875	87,201	151,680	98,407	179,611	117,249
Program support center <sup>7</sup> .....	211	316	471	622	462	612
Social Security Administration <sup>4</sup> .....	N/A	N/A	N/A	N/A	N/A	N/A
Department of Veterans Affairs.....	52,602	23,268	56,085	27,209	50,004	23,265
Department of Education.....	315,742	167,990	334,740	191,940	432,139	257,392
Small Business Administration.....	3,949	2,530	3,816	2,648	3,403	2,307
Department of Housing and Urban Development.....	10,653	7,948	11,441	8,602	10,850	8,076
Department of Agriculture.....	4,838	2,669	66,269	24,189	7,548	6,056
Food and Consumer Service.....	N/A	N/A	N/A	N/A	N/A	N/A
Department of Defense <sup>8</sup> .....	59,533	18,202	61,804	21,622	57,952	19,777
All other.....	9,853	6,951	7,392	4,330	8,249	4,559
	1991		1992		1993	
	(7)	(8)	(9)	(10)	(11)	(12)
<b>Total.....</b>	<b>1,565,432</b>	<b>946,210</b>	<b>1,921,944</b>	<b>1,262,622</b>	<b>1,758,162</b>	<b>1,160,397</b>
Department of Health and Human Services <sup>4</sup> .....	869,941	523,953	1,070,999	683,656	947,133	619,648
Child support (TANF) <sup>5</sup> .....	672,801	392,802	737,254	464,462	701,598	448,560
Child support (non-TANF) <sup>6</sup> .....	196,381	130,348	254,435	178,198	244,780	170,404
Program support center <sup>7</sup> .....	759	803	618	646	755	684
Social Security Administration <sup>4</sup> .....	N/A	N/A	78,692	40,350	28,791	13,931
Department of Veterans Affairs.....	38,987	17,684	29,103	13,122	33,844	10,914
Department of Education.....	575,578	363,968	720,326	516,213	651,056	472,928
Small Business Administration.....	2,374	1,640	2,218	1,609	1,853	1,355
Department of Housing and Urban Development.....	11,250	8,380	13,520	10,815	11,399	8,963
Department of Agriculture.....	8,559	7,551	20,262	12,034	28,969	13,075
Food and Consumer Service.....	N/A	N/A	9,740	3,061	21,828	7,213
Department of Defense <sup>8</sup> .....	49,085	18,116	54,509	19,198	46,125	14,829
All other.....	9,628	4,918	11,007	5,975	8,992	4,754
	1994		1995		1996	
	(13)	(14)	(15)	(16)	(17)	(18)
<b>Total.....</b>	<b>2,009,877</b>	<b>1,379,675</b>	<b>2,188,257</b>	<b>1,505,736</b>	<b>2,120,935</b>	<b>1,678,504</b>
Department of Health and Human Services <sup>4</sup> .....	1,017,452	701,529	1,165,444	828,631	1,241,395	1,019,612
Child support (TANF) <sup>5</sup> .....	749,269	507,047	848,166	591,854	879,143	716,637
Child support (non-TANF) <sup>6</sup> .....	267,546	193,939	316,707	236,198	361,453	302,146
Program support center <sup>7</sup> .....	637	543	571	579	799	829
Less: Child support reversals.....	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Social Security Administration <sup>4</sup> .....	19,722	10,297	16,092	8,696	30,190	17,961
Department of Veterans Affairs.....	35,368	9,973	45,761	11,830	49,989	12,743
Department of Education.....	781,829	582,662	778,446	571,280	573,308	517,169
Small Business Administration.....	2,228	1,834	2,567	2,359	3,503	3,638
Department of Housing and Urban Development.....	10,454	9,090	10,676	9,745	6,228	6,738
Department of Agriculture.....	73,452	33,382	73,644	30,295	93,884	42,504
Food and Consumer Service.....	66,726	27,618	66,449	24,166	87,203	35,843
Department of Defense <sup>8</sup> .....	59,459	25,345	85,023	35,970	111,207	53,404
All other.....	9,913	5,563	10,594	6,930	11,231	4,735

See notes at end of this section.

# Selected Historical and Other Data

**Table 20.--Individual Income Tax Refund Offsets for Repayment of Specific Outstanding Taxpayer Obligations or Debts, by Selected Type of Program or U.S. Government Agency to Which Amount Was Owed, Calendar Years of Offset, 1988-2005<sup>1</sup>--Continued**

[Money amounts are in thousands of dollars]

Selected program or agency	Number of	Refund offset	Number of	Refund offset	Number of	Refund offset
	offsets <sup>2</sup>	amount <sup>3</sup>	offsets <sup>2</sup>	amount <sup>3</sup>	offsets <sup>2</sup>	amount <sup>3</sup>
	1997		1998		1999	
	(19)	(20)	(21)	(22)	(23)	(24)
<b>Total.....</b>	<b>2,162,102</b>	<b>1,758,154</b>	<b>2,375,081</b>	<b>1,963,834</b>	<b>2,764,424</b>	<b>2,606,366</b>
Department of Health and Human Services <sup>4</sup> .....	1,303,676	1,108,125	1,309,352	1,130,941	1,440,993	1,479,598
Child support (TANF) <sup>5</sup> .....	902,766	764,700	876,609	754,205	936,622	953,682
Child support (non-TANF)..... <sup>6</sup>	400,198	342,696	432,101	376,171	503,589	525,002
Program support center..... <sup>7</sup>	712	729	642	565	782	914
Less: Child support reversals.....	n.a.	n.a.	n.a.	n.a.	116,742	131,913
Social Security Administration..... <sup>4</sup>	27,996	17,584	62,487	39,282	77,672	52,080
Department of Veterans Affairs.....	45,479	12,476	43,290	11,430	51,861	15,467
Department of Education.....	518,844	482,241	653,997	623,914	963,409	1,084,905
Small Business Administration.....	3,952	4,206	4,036	4,504	571	776
Department of Housing and Urban Development.....	6,876	7,602	6,032	7,679	10,909	15,382
Department of Agriculture.....	115,076	53,680	159,633	78,056	208,794	103,252
Food and Consumer Service.....	108,612	47,162	146,127	65,476	192,312	86,927
Department of Defense..... <sup>8</sup>	127,103	63,052	129,409	62,770	201,756	100,280
All other.....	13,100	9,188	6,845	5,259	7,467	5,143
Less: Reversals, except child support.....	n.a.	n.a.	n.a.	n.a.	82,266	118,604
	2000		2001		2002	
	(25)	(26)	(27)	(28)	(29)	(30)
<b>Total.....</b>	<b>2,869,130</b>	<b>2,763,530</b>	<b>4,307,006</b>	<b>3,101,507</b>	<b>2,921,769</b>	<b>2,608,905</b>
Department of Health and Human Services <sup>4</sup> .....	1,426,635	1,479,598	2,200,333	1,714,968	1,402,665	1,511,070
Child support (TANF) <sup>5</sup> .....	885,635	902,037	1,262,018	965,864	774,281	802,393
Child support (non-TANF)..... <sup>6</sup>	540,342	581,805	937,381	746,668	627,927	707,504
Program support center..... <sup>7</sup>	658	1,210	934	2,436	457	1,172
Less: Child support reversals.....	53,051	64,819	51,037	59,379	49,118	58,072
Social Security Administration..... <sup>4</sup>	102,480	81,891	153,134	100,759	96,621	86,752
Department of Veterans Affairs.....	50,409	16,106	139,526	33,717	97,371	26,871
Department of Education.....	853,175	932,575	1,217,876	1,029,539	696,006	772,975
Small Business Administration.....	2,227	3,834	2,105	2,478	1,591	2,924
Department of Housing and Urban Development.....	10,565	15,988	16,062	16,593	8,310	12,058
Department of Agriculture.....	214,279	120,238	41,255	37,272	27,663	30,416
Food and Consumer Service.....	196,366	97,389	175,177	80,438	157,737	74,575
Department of Defense..... <sup>8</sup>	140,588	71,008	210,102	100,654	123,325	78,471
All other.....	68,772	36,838	255,334	118,883	410,617	140,054
Less: Reversals, except child support.....	54,247	80,064	52,861	74,414	51,019	69,189
	2003		2004		2005	
	(31)	(32)	(33)	(34)	(35)	(36)
<b>Total.....</b>	<b>3,236,882</b>	<b>2,824,433</b>	<b>2,890,975</b>	<b>2,935,073</b>	<b>4,574,058</b>	<b>2,927,529</b>
Department of Health and Human Services <sup>4</sup> .....	1,611,570	1,618,028	1,389,261	1,544,059	1,429,213	1,653,153
Child support (TANF) <sup>5</sup> .....	829,999	799,569	699,992	732,937	685,397	735,852
Child support (non-TANF)..... <sup>6</sup>	781,274	817,971	688,921	810,420	742,524	913,881
Program support center..... <sup>7</sup>	297	488	348	702	1,292	3,420
Less: Child support reversals.....	-44,024	-60,757	-43,537	60,189	-34,447	-55,986
Social Security Administration..... <sup>4</sup>	87,075	80,421	73,997	74,408	72,386	75,193
Department of Veterans Affairs.....	127,502	32,900	116,805	33,635	588,464	87,439
Department of Education.....	753,690	818,264	623,340	722,733	926,175	759,372
Small Business Administration.....	3,170	5,173	2,984	5,467	5,766	6,570
Department of Housing and Urban Development.....	9,150	12,030	6,244	9,480	20,694	12,394
Department of Agriculture.....	29,489	25,175	20,226	20,233	12,730	7,311
Food and Consumer Service.....	152,034	69,711	124,371	62,449	162,804	72,910
Department of Defense..... <sup>8</sup>	166,798	97,272	157,449	89,007	196,364	104,704
All other.....	384,898	197,376	462,501	245,126	1,234,159	270,030
Less: Reversals, except child support.....	-44,470	-71,160	-42,666	68,287	-40,250	-65,560

See notes at end of this section.

## Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1998-2005**

[Money amounts are in thousands of dollars]

Type of excise tax by agency to which tax was reported or paid	Fiscal year						
	1998	1999	2000	2001	2002	2003	2004
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Total excise tax collections.....</b>	<b>59,231,000</b>	<b>72,076,000</b>	<b>70,648,000</b>	<b>68,241,000</b>	<b>69,171,000</b>	<b>69,490,000</b>	<b>71,781,000<sup>r</sup></b>
<b>Excise tax collections or liabilities reported by the Internal Revenue Service<sup>1</sup></b>							
<b>Total excise tax collections.....</b>	<b>45,642,716</b>	<b>58,585,763</b>	<b>54,810,038</b>	<b>52,418,848</b>	<b>52,136,835</b>	<b>52,771,160</b>	<b>54,807,225</b>
<b>Retail excise taxes:</b>							
Luxury taxes:							
Passenger vehicles (expired, January 1, 2003).....	428,471	401,535	407,222	341,981	252,834	65,162	3,032
Boats (repealed, January 1, 1993).....	283	--	--	19	--	--	--
Aircraft (repealed, January 1, 1993).....	3	--	--	--	--	--	--
Jewelry (repealed, January 1, 1993).....	--	--	--	--	--	--	--
Furs (repealed, January 1, 1993).....	--	12	--	1	--	--	--
Dyed diesel fuel used in trains:							
Total, excluding floor stocks.....	206,617	170,463	170,960	167,161	147,408	162,654	127,169
Floor stocks .....	--	7	--	--	1	--	1
Dyed diesel fuel for certain intercity or local buses.....	2,589	2,458	2,317	2,380	1,731	1,266	1,139
Special motor fuels:							
Total, excluding floor stocks.....	18,745	23,757	19,535	18,404	17,570	14,226	12,990
Floor stocks.....	--	-17	-1	--	--	--	--
Compressed natural gas.....	1,025	865	1,145	1,026	895	1,735	1,406
Alcohol fuels <sup>2</sup> .....	258	-377	807	5,462	408	-9,986	7,367
Fuels used commercially on inland waterways.....	117,313	121,903	118,666	114,110	111,311	111,058	110,364
Truck, trailer, and semitrailer chassis and bodies, and tractors.....	2,119,063	2,956,880	2,775,788	1,573,968	1,574,947	1,608,208	2,235,178
<b>Manufacturer's excise taxes:</b>							
Gas guzzlers <sup>2</sup> .....	47,687	68,327	70,788	78,157	79,705	126,685	140,834
Highway-type tires <sup>2</sup> .....	388,594	416,658	420,299	354,769	372,800	403,892	433,116
Aviation gasoline <sup>3</sup> .....	60,741	57,832	58,472	49,687	62,574	57,953	44,611
Gasoline except for use in gasohol:							
Total, excluding floor stocks.....	20,644,998	21,236,659	21,040,777	20,619,195	20,942,138	20,169,608	18,232,507
Floor stocks.....	1	-65	2	-21	2	--	--
Diesel fuel, except for trains and intercity buses:							
Total, excluding floor stocks <sup>2</sup> .....	7,497,816	7,895,919	8,229,762	8,208,994	8,214,559	8,581,467	9,016,694
Floor stocks.....	-66	121	-133	--	--	--	--
Gasoline for use in gasohol by alcohol content:							
Total, excluding floor stocks:							
5.7 percent under 7.7 percent .....	741	42	65	9	77	2,320	15,436
7.7 percent under 10 percent .....	3,792	13,228	4,266	4,839	4,835	946	503
10 percent or more .....	241,946	231,114	265,273	243,702	302,407	358,002	306,441
Floor stocks .....	--	--	--	1	-1	--	--
Gasohol by alcohol content:							
Total, excluding floor stocks:							
5.7 percent under 7.7 percent .....	68,917	81,873	25,934	297,763	406,578	1,296,991	2,363,320
7.7 percent under 10 percent .....	123,441	180,025	59,104	146,196	176,148	91,017	97,098
10 percent or more .....	1,511,363	1,537,235	2,039,428	1,918,995	1,932,347	2,313,542	2,899,287
Floor stocks .....	--	--	--	-4	--	--	--
Aviation-grade kerosene (except gasoline) for noncommercial use:							
Total, excluding floor stocks.....	195,772	173,117	159,314	187,318	287,664	286,559	322,440
Floor stocks .....	-472	58	1	--	--	--	--
Aviation-grade kerosene (except gasoline) for commercial use (other than foreign trade).....	609,750	649,900	667,647	620,044	509,944	453,361	503,696
Floor stocks .....	--	--	--	--	--	--	--
<b>Kerosene (effective July 1, 1998).....</b>	<b>N/A</b>	<b>77,726</b>	<b>79,591</b>	<b>90,331</b>	<b>62,857</b>	<b>72,128</b>	<b>62,085</b>

See notes at end of this section.

# Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1998-2005--Continued**

[Money amounts are in thousands of dollars]

Type of excise tax by agency to which tax was reported or paid	Fiscal year					
	2005					
	Tax rates in effect on October 1, 2004	Total	by quarter ending--			
			December 2004	March 2005	June 2005	September 2005
	(8)	(9)	(10)	(11)	(12)	(13)
<b>Total excise tax collections.....</b>	<b>various</b>	<b>75,194,000</b>	<b>16,799,000</b>	<b>17,299,000</b>	<b>18,686,000</b>	<b>22,410,000</b>
<b>Excise tax collections or liabilities reported by the Internal Revenue Service<sup>1</sup></b>						
<b>Total excise tax collections.....</b>	<b>various</b>	<b>57,252,098</b>	<b>12,691,788</b>	<b>13,592,926</b>	<b>14,282,139</b>	<b>16,685,245</b>
<b>Retail excise taxes:</b>						
Luxury taxes:	3 percent of price in excess of--					
Passenger vehicles (expired, January 1, 2003).....	\$40,000, expired 1/1/03	1,503	-224	387	604	736
Boats (repealed, January 1, 1993).....	N/A	--	--	--	--	--
Aircraft (repealed, January 1, 1993).....	N/A	1	--	--	1	--
Jewelry (repealed, January 1, 1993).....	N/A	--	--	--	--	--
Furs (repealed, January 1, 1993).....	N/A	--	--	--	--	--
Dyed diesel fuel used in trains:						
Total, excluding floor stocks.....	\$0.044 per gallon; reduced to \$.034 on 1/1/05; reduced to \$.024 on 7/1/05	93,032	30,094	25,766	23,948	13,224
Floor stocks .....	N/A	--	--	--	--	--
Dyed diesel fuel for certain intercity or local buses.....	\$0.074 per gallon; repealed 1/1/05	-1,122	245	-183	-640	-544
Special motor fuels:						
Total, excluding floor stocks.....	\$0.136 per gallon	12,724	3,626	2,988	2,865	3,245
Floor stocks.....	N/A	--	--	--	--	--
Compressed natural gas.....	\$0.4854 per 1000 cubic feet	1,401	414	324	299	364
Alcohol fuels <sup>2</sup> .....	various	2,715	636	568	634	877
Fuels used commercially on inland waterways.....	\$0.244 per gallon; reduced to \$.234 on 1/1/05; reduced to \$.224 on 7/1/05	103,375	29,091	25,220	26,670	22,394
Truck, trailer, and semitrailer chassis and bodies, and tractors.....	12 percent of price	3,008,461	712,353	668,710	830,121	797,277
<b>Manufacturer's excise taxes:</b>						
Gas guzzlers <sup>2</sup> .....	various	163,825	53,185	39,233	37,868	33,539
Highway-type tires <sup>2</sup> .....	various	471,066	113,951	109,075	124,438	123,602
Aviation gasoline <sup>3</sup> .....	\$0.194 per gallon	39,357	9,657	10,283	5,812	13,605
Gasoline except for use in gasohol:						
Total, excluding floor stocks.....	\$0.184 per gallon	23,725,624	4,427,573	6,122,300	6,547,038	6,628,713
Floor stocks.....	N/A	--	--	--	8	-8
Diesel fuel, except for trains and intercity buses:						
Total, excluding floor stocks <sup>2</sup> .....	\$0.244 per gallon	9,376,555	2,302,426	2,231,481	2,402,691	2,439,957
Floor stocks.....	N/A	--	--	--	--	--
Gasoline for use in gasohol by alcohol content:						
Total, excluding floor stocks:						
5.7 percent under 7.7 percent .....	\$0.16369 per gallon; repealed 1/1/05	3,601	3,737	--	-135	-1
7.7 percent under 10 percent .....	\$0.15596 per gallon; repealed 1/1/05	90	210	--	-70	-50
10 percent or more .....	\$0.14666 per gallon; repealed 1/1/05	73,182	73,258	-22	-42	-12
Floor stocks.....	N/A	--	--	--	--	--
Gasohol by alcohol content:						
Total, excluding floor stocks:						
5.7 percent under 7.7 percent .....	\$0.15436 per gallon; repealed 1/1/05	608,812	608,411	351	103	-53
7.7 percent under 10 percent .....	\$0.14396 per gallon; repealed 1/1/05	35,462	37,983	-2,468	-22	-31
10 percent or more .....	\$0.132 per gallon; repealed 1/1/05	833,017	813,845	12,389	13,454	-6,671
Floor stocks .....	N/A	--	--	--	--	--
Aviation-grade kerosene (except gasoline) for noncommercial use:						
Total, excluding floor stocks.....	\$0.219 per gallon	1,027,883	77,411	305,850	320,297	324,325
Floor stocks .....	\$0.219 per gallon	--	--	--	--	--
Aviation-grade kerosene (except gasoline) for commercial use (other than foreign trade).....	\$0.044 per gallon	-98,244	115,485	-46,633	-82,234	-84,862
Floor stocks .....	\$0.044 per gallon	--	--	--	--	--
Kerosene (effective July 1, 1998).....	\$0.244 per gallon	52,802	20,538	25,383	3,671	3,210

See notes at end of this section.

## Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1998-2005--Continued**

[Money amounts are in thousands of dollars]

Type of excise tax by agency to which tax was reported or paid	Fiscal year						
	1998	1999	2000	2001	2002	2003	2004
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Manufacturer's excise taxes--continued:</b>							
Coal:							
Mined underground:							
At 4.4 percent of sales price.....	183,445	190,133	197,478	183,531	155,966	134,588	125,536
At \$1.10 per ton .....	220,426	162,442	115,291	135,189	149,366	147,646	194,585
Surface mined:							
At 4.4 percent of sales price.....	69,855	78,397	79,842	90,122	103,502	109,537	120,012
At \$0.55 per ton.....	146,476	138,019	132,526	140,004	139,634	125,760	127,877
Certain vaccines <sup>2</sup> .....	153,108	169,046	163,528	152,349	161,764	179,009	171,471
Sport fishing equipment.....	94,571	97,548	100,539	100,642	97,901	97,986	103,339 <sup>f</sup>
Fishing tackle boxes.....	--	--	--	--	--	--	--
Electric outboard motors, sonar devices.....	2,042	1,922	2,022	2,477	2,725	2,585	3,240
Bows and arrows.....	20,278	19,792	20,502	19,094	20,297	20,947	22,058
Arrow shafts .....	--	--	--	--	--	--	--
<b>Taxes on facilities and services:</b>							
Telephone and teletypewriter services.....	4,747,227	5,248,965	5,645,239	5,737,027	5,803,631	5,809,503	5,792,246
Transportation of persons by air.....	6,168,727	6,588,088	6,963,617	6,670,357	6,157,264	6,185,415	6,675,981
Use of international air travel facilities.....	1,119,156	1,272,725	1,323,558	1,450,458	1,406,192	1,452,015	1,609,445
Transportation of property by air.....	373,049	371,487	520,576	400,286	372,119	455,209	483,691
<b>Taxes on policies issued by foreign insurers.....</b>	<b>122,664</b>	<b>117,584</b>	<b>131,672</b>	<b>152,221</b>	<b>195,634</b>	<b>292,897</b>	<b>350,790</b>
<b>Taxes related to wagering:</b>							
Certain wagers <sup>2</sup> .....	10,146	13,805	10,726	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )
Occupational taxes <sup>2</sup> .....	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )
<b>Certain other excise taxes:</b>							
Passenger transportation by water.....	18,269	25,554	24,922	27,919	31,069	33,252	34,721
Use tax on heavy vehicles <sup>1,2</sup> .....	804,947	849,226	893,457	867,345	899,367	911,445	9,340,473
<b>Environmental taxes:</b>							
Domestic petroleum (Superfund) (expired effective January 1, 1996).....	-2,741	-3,637	4	14	-4	1	-21
Imported petroleum (Superfund) (expired effective January 1, 1996).....	-18	1,071	2,660	337	641	-4	-11
Domestic petroleum (Oil Spill Liability Trust Fund) (expired effective January 1, 1995) .....	3	-128	-3	6	--	--	-4
Imported petroleum (Oil Spill Liability Trust Fund) (expired effective January 1, 1995).....	-13	13	253	--	--	--	-3
Certain chemicals (Superfund) (expired effective January 1, 1996) <sup>2</sup> .....	3,331	12,687	2,395	-2,258	-2,842	-687	-52
Certain imported substances (Superfund) (expired effective January 1, 1996) <sup>2</sup> .....	-334	-322	349	-492	-7	--	-1
Ozone-depleting chemicals: <sup>2</sup>							
Total, excluding floor stocks.....	109,150	120,400	42,552	12,076	3,995	7,519	1,457
Floor stocks.....	11,594	6,306	2,273	1,313	1,182	905	934
Imported taxable products containing or manufactured using ozone-depleting chemicals <sup>2</sup> .....	27,072	-6,166	17,580	11,978	-945	6,869	4,352
<b>Taxes on Private Foundations:</b>							
Net investment income. <sup>5</sup> .....	364,629	502,675	503,453	720,047	490,425	262,662	240,508
Additional excise taxes.....	1,209	1,951	2,445	3,072	4,520	5,059	4,498
<b>Taxes on Black Lung Benefit Trusts <sup>2</sup> .....</b>	<b>-25</b>	<b>2</b>	<b>2</b>	<b>-1</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Taxes on qualified pension and other plans:</b>							
Failure to meet minimum funding standards.....	6,467	5,307	388	652	1,851	54	3
<b>Nondeductible contributions.....</b>	<b>3,842</b>	<b>3,770</b>	<b>38</b>	<b>12,145</b>	<b>-25</b>	<b>6</b>	<b>--</b>

See notes at end of this section.

# Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1998-2005--Continued**

[Money amounts are in thousands of dollars]

Type of excise tax by agency to which tax was reported or paid	Fiscal year					
	2005					
	Tax rates in effect on October 1, 2004	Total	by quarter ending--			
			December 2004	March 2005	June 2005	September 2005
	(8)	(9)	(10)	(11)	(12)	(13)
<b>Manufacturer's excise taxes--continued:</b>						
Coal:						
Mined underground:						
At 4.4 percent of sales price.....	4.4 percent of value	85,816	28,824	21,327	17,638	18,027
At \$1.10 per ton .....	\$1.10 per ton if less than 4.4 percent of value	261,097	53,540	67,149	71,379	69,029
Surface mined:						
At 4.4 percent of sales price.....	4.4 percent of value	134,071	32,705	33,584	32,803	34,979
At \$0.55 per ton.....	\$0.55 per ton if less than 4.4 percent of value	131,451	32,396	31,114	33,270	34,671
Certain vaccines <sup>2</sup> .....	\$0.75 per dose	196,426	37,542	44,163	36,535	78,186
Sport fishing equipment.....	10 percent of sales price	101,563	20,620	29,166	30,940	20,837
Fishing tackle boxes.....	10 percent; reduced to 3 percent on 1/1/05	617	--	--	375	242
Electric outboard motors, sonar devices.....	3 percent of sales price; tax on sonar devices repealed on 1/1/05	2,358	708	882	353	415
Bows and arrows.....	11-12.4 percent of sales price; tax on arrows repealed on 11/22/05	23,881	3,924	5,545	5,292	9,066
Arrow shafts .....	\$.39 per shaft as of 4/1/05	1,905	--	--	613	1,292
<b>Taxes on facilities and services:</b>						
Telephone and teletypewriter services.....	3 percent	5,851,530	1,458,318	1,441,623	1,494,552	1,457,037
Transportation of persons by air.....	7.5 percent of the price plus \$3.10 flight segment for non-rural airports <sup>7</sup>	7,047,808	1,629,478	1,637,485	1,904,384	1,876,461
Use of international air travel facilities.....	\$13.70 per person, \$6.90 for domestic segments beginning or ending in Alaska or Hawaii <sup>8</sup>	1,881,355	422,208	442,716	520,723	495,708
Transportation of property by air.....	6.25 percent	477,826	119,683	126,401	107,532	124,210
<b>Taxes on policies issued by foreign insurers.....</b>	<b>1 percent or 4 percent of premium paid</b>	<b>373,580</b>	<b>79,769</b>	<b>83,526</b>	<b>96,365</b>	<b>113,920</b>
<b>Taxes related to wagering:</b>						
Certain wagers <sup>2</sup> .....	\$0.25 or 2.0 percent of wager	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )
Occupational taxes <sup>2</sup> .....	\$50 or \$500 per person per year	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )
<b>Certain other excise taxes:</b>						
Passenger transportation by water.....	\$3.00 per passenger	36,083	6,398	10,080	9,576	10,029
Use tax on heavy vehicles <sup>12</sup> .....	\$75-\$550 per vehicle per year	1,327,257	86,225	221,527	159,223	860,282
<b>Environmental taxes:</b>						
Domestic petroleum (Superfund) (expired effective January 1, 1996).....	\$0.097 per barrel	2	--	--	--	2
Imported petroleum (Superfund) (expired effective January 1, 1996).....	\$0.097 per barrel	--	--	--	--	--
Domestic petroleum (Oil Spill Liability Trust Fund) (expired effective January 1, 1995) .....	\$0.05 per barrel	--	--	--	--	--
Imported petroleum (Oil Spill Liability Trust Fund) (expired effective January 1, 1995).....	\$0.05 per barrel	--	--	--	--	--
Certain chemicals (Superfund) (expired effective January 1, 1996) <sup>2</sup> .....	\$0.22-\$4.87 per ton	1	--	--	--	1
Certain imported substances (Superfund) (expired effective January 1, 1996) <sup>2</sup> .....	various, per ton	--	--	--	--	--
Ozone-depleting chemicals: <sup>2</sup>						
Total, excluding floor stocks.....	various, per pound	1,766	1,024	1,183	-542	101
Floor stocks.....	various, per pound	506	-175	-29	700	10
Imported taxable products containing or manu- factured using ozone-depleting chemicals <sup>2</sup> .....	various	9,296	2,281	1,701	2,823	2,491
<b>Taxes on Private Foundations:</b>						
Net investment income. <sup>5</sup> .....	1 or 2 percent	384,554	157,046	38,235	126,204	63,069
Additional excise taxes. <sup>6</sup> .....	various	7,405	3,235	468	2,478 <sup>f</sup>	1,224
<b>Taxes on Black Lung Benefit Trusts <sup>2</sup> .....</b>	<b>various</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Taxes on qualified pension and other plans:</b>						
Failure to meet minimum funding standards.....	5 or 10 percent	--	--	--	--	--
<b>Non deductible contributions.....</b>	<b>10 percent</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>

See notes at end of this section.

## Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1998-2005--Continued**

[Money amounts are in thousands of dollars]

Type of excise tax by agency to which tax was reported or paid	Fiscal year						
	1998	1999	2000	2001	2002	2003	2004
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>Taxes on qualified pension and other plans</b>							
--continued:							
Excess contributions to Individual Retirement							
Accounts and others.....	7,407	8,279	10,228	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )
Prohibited transactions.....	9,484	576	432	1,091	207	1,476	5
Certain excess contributions.....	8,168	6,281	1,696	542	34	17	-18
Reversion of qualified plan assets to employer.....	46,791	22,258	46,392	2,127	175	80	--
Penalties <sup>2</sup> .....	7,847	3,662	1,857	3,958	1,887	2,446	--
<b>Taxes on undistributed income of qualified investment entities:</b>							
Real Estate Investment Trusts.....	2,183	324	62	249	73	152	--
Regulated Investment Companies.....	8,666	5,412	42	6,068	1,872	3,892	--
<b>Windfall profits tax on domestic crude oil (repealed August 23, 1988) <sup>1</sup>.....</b>	<b>-117</b>	<b>79</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
Miscellaneous IRS taxes <sup>2</sup> .....	-532,553	47,385	40,226	131,718	106,214	35,543	104
Unclassified <sup>9</sup> .....	-2,983,100	6,204,178	1,191,890	335,652	369,406	318,582	869,695
<b>Excise tax collections or liabilities reported by the Customs Service and the Alcohol and Tobacco Tax and Trade Bureau</b>							
<b>Total excise tax collections.....</b>	<b>13,588,284</b>	<b>13,490,237</b>	<b>15,837,962</b>	<b>15,822,152</b>	<b>17,034,165</b>	<b>16,718,840</b>	<b>16,973,775</b>
<b>Tax liabilities by type of excise tax <sup>10</sup> .....</b>	<b>13,531,855</b>	<b>13,478,757</b>	<b>15,636,428</b>	<b>15,771,195</b>	<b>16,989,022</b>	<b>16,678,051</b>	<b>16,953,918</b>
<b>Distilled spirits:</b>							
Domestic.....	2,857,430	2,974,674	3,043,375	3,004,527	3,138,705	3,132,577	3,220,871
Imported.....	682,280	758,726	816,922	892,230	901,173	982,016	1,074,631
<b>Wine:</b>							
Domestic.....	480,265	504,042	517,812	498,537	513,559	534,927	547,505
Imported.....	153,877	154,876	174,327	168,675	193,737	215,803	220,386
<b>Beer:</b>							
Domestic.....	3,147,823	3,168,158	3,216,402	3,171,384	3,236,231	3,189,580	3,218,708
Imported.....	272,645	321,317	350,924	383,793	414,895	415,280	441,713
<b>Tobacco products: <sup>11</sup></b>							
Domestic <sup>11</sup> .....	5,608,259	5,189,723	7,019,884	7,120,255	7,879,499	7,435,391	7,440,242 <sup>r</sup>
Cigarettes <sup>11</sup> .....	5,583,318	5,148,512	6,684,361	7,012,901	7,644,311	7,293,366	7,251,406
Cigars <sup>11</sup> .....	62,791	67,779	94,044	114,615	139,535	155,747	171,461
Papers/tubes <sup>11</sup> .....	802	1,201	1,318	929	954	1,018	1,374
Chewing tobacco and snuff..... <sup>11</sup>	29,876	29,853	40,565	43,747	49,565	52,218	53,385
Pipe/roll-your-own tobacco..... <sup>11</sup>	3,698	3,917	12,511	13,919	15,416	17,978	17,802
Floor stocks.....	2	--	261,917	528	115,835	1,628	--
Imported.....	64,649	114,524	196,141	252,229	404,308	475,278	470,017
<b>Firearms and ammunition.....</b>	<b>158,383</b>	<b>187,977</b>	<b>197,840</b>	<b>175,959</b>	<b>205,025</b>	<b>193,420</b>	<b>214,987</b>
<b>Special occupations.....</b>	<b>106,244</b>	<b>104,740</b>	<b>102,801</b>	<b>103,606</b>	<b>101,890</b>	<b>103,779</b>	<b>94,053</b>
<b>Alcohol and Tobacco Tax and Trade Bureau and Customs Service collections less reported amounts.....</b>	<b>56,429</b>	<b>11,480</b>	<b>201,534</b>	<b>50,957</b>	<b>45,143</b>	<b>40,789</b>	<b>19,857<sup>r</sup></b>
<b>Total collections less reported amounts.....</b>	<b>56,429</b>	<b>11,480</b>	<b>201,534</b>	<b>50,957</b>	<b>45,143</b>	<b>40,789</b>	<b>19,857<sup>r</sup></b>

See notes at end of this section.

# Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1998-2005--Continued**

[Money amounts are in thousands of dollars]

Type of excise tax by agency to which tax was reported or paid	Fiscal year					
	2005					
	Tax rates in effect on October 1, 2004	Total	by quarter ending--			
			December 2004	March 2005	June 2005	September 2005
	(8)	(9)	(10)	(11)	(12)	(13)
<b>Taxes on qualified pension and other plans</b>						
--continued:						
Excess contributions to Individual Retirement						
Accounts and others.....	6 percent	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )
Prohibited transactions.....	5 percent	--	--	--	--	--
Certain excess contributions.....	10 percent	--	--	--	--	--
Reversion of qualified plan assets to employer.....	20 percent	--	--	--	--	--
Penalties <sup>2</sup> .....	various	--	--	--	--	--
<b>Taxes on undistributed income of qualified investment entities:</b>						
Real Estate Investment Trusts.....	4 percent	--	--	--	--	--
Regulated Investment Companies.....	4 percent	--	--	--	--	--
<b>Windfall profits tax on domestic crude oil (repealed August 23, 1988) <sup>1</sup>.....</b>	--	--	--	--	--	--
<b>Miscellaneous IRS taxes <sup>2</sup> .....</b>	various	--	--	--	--	--
<b>Unclassified <sup>3</sup> .....</b>	various	-359,285	-917,866	-175,922	-628,559	1,035,486
<b>Excise tax collections or liabilities reported by the Customs Service and the Alcohol and Tobacco Tax and Trade Bureau</b>						
<b>Total excise tax collections.....</b>	various	17,941,902	4,107,212	3,706,074	4,403,861	5,724,755
<b>Tax liabilities by type of excise tax .....</b>	various	16,974,462	4,161,013	3,621,489	4,379,180	4,809,788
<b>Distilled spirits:</b>						
Domestic.....	\$13.50 per proof gallon	3,315,979	891,728	656,020	867,291	900,864
Imported.....	\$13.50 per proof gallon	1,135,410	336,477	255,294	274,496	269,143
<b>Wine:</b>						
Domestic.....	\$1.07 to \$13.50 per gallon	566,816	162,350	124,684	132,337	147,166
Imported.....	\$1.07 to \$3.40 per proof gallon	239,976	66,767	50,928	59,913	62,368
<b>Beer:</b>						
Domestic.....	\$7 or \$18 per barrel	3,192,447	677,752	697,551	846,242	970,868
Imported.....	\$18 per barrel	450,723	99,842	95,129	126,768	128,984
<b>Tobacco products: <sup>11</sup></b>						
Domestic <sup>11</sup> .....	various	7,408,184	1,740,955	1,591,992	1,911,509	2,163,613
Cigarettes <sup>11</sup> .....	\$19.50 to \$40.95 per thousand	7,166,885	1,830,046	1,593,104	1,900,114	1,843,622
Cigars <sup>11</sup> .....	\$1.828 to \$48.75 per thousand	189,745	43,451	44,901	50,636	50,756
Papers/tubes.....	\$0.0122 to \$0.0244 per 50	3,614	273	264	349	2,728
Chewing tobacco and snuff.....	\$0.195 to \$0.585 per pound	54,085	13,272	12,669	14,049	14,096
Pipe/roll-your-own tobacco.....	\$1.0969 per pound	20,125	4,477	4,810	5,075	5,764
Floor stocks.....	N/A	10	--	10	--	--
Imported.....	various	429,077	127,949	95,389	104,699	101,041
Firearms and ammunition.....	10 or 11 percent of sales price	225,817	55,337	53,351	51,479	64,225
Special occupations.....	\$250 to \$1,000 per dealer or manufacturer	10,191	1,856	1,151	4,446	1,516
<b>Alcohol and Tobacco Tax and Trade Bureau and Customs Service collections less reported amounts.....</b>	N/A	967,440	-53,801	84,585	24,681	914,967
<b>Total collections less reported amounts.....</b>	N/A	967,440	-53,801	84,585	24,681	914,967

See notes at end of this section.

## Selected Historical and Other Data

**Table 22.--Selected Returns and Forms Filed or To Be Filed by Type During Specified Calendar Years, 1990-2007**

Type of return or form	Number filed in calendar year--					
	1990	1995	1998	1999	2000	2001
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Individual income</b> <sup>1</sup> .....	<b>112,596,000</b>	<b>116,466,900</b>	<b>123,049,600</b>	<b>125,389,700</b>	<b>127,657,400</b>	<b>130,094,300</b>
Forms 1040, 1040A, 1040EZ, and 1040PC.....	112,305,000	116,059,700	122,546,900	124,887,100	127,097,200	129,444,900
Paper returns.....	108,100,900	104,252,800	97,966,600	95,557,600	91,695,100	89,238,100
Electronically-filed returns.....	4,204,200	11,806,900	24,580,300	29,329,500	35,402,200	40,206,800
Business returns .....	16,170,200	18,058,600	19,031,300	19,176,200	19,350,400	19,664,500
Schedule C or C-EZ.....	14,149,000	16,157,000	17,183,700	17,377,100	17,570,500	17,904,900
Schedule F .....	2,021,300	1,901,600	1,847,600	1,799,200	1,779,900	1,759,600
Nonbusiness returns.....	96,134,800	98,001,100	103,515,700	105,710,900	107,746,800	109,780,500
Forms 1040C, 1040NR, 1040PR, and 1040SS.....	291,000	407,200	502,700	502,500	560,200	649,300
<b>Corporation income</b> <sup>2</sup> .....	<b>4,319,500</b>	<b>4,817,900</b>	<b>5,241,200</b>	<b>5,398,300</b>	<b>5,469,600</b>	<b>5,561,300</b>
Form 1120 .....	2,334,600	2,197,000	2,207,600	2,202,400	2,161,700	2,128,700
Form 1120A .....	332,000	319,100	272,500	260,800	245,500	235,800
Form 1120S.....	1,536,100	2,161,000	2,599,800	2,767,000	2,887,100	3,022,600
Other .....	116,800	140,800	161,300	168,100	175,300	174,200
<b>Partnership, Forms 1065 and 1065B</b> <sup>3</sup> .....	<b>1,750,900</b>	<b>1,580,300</b>	<b>1,861,000</b>	<b>1,974,700</b>	<b>2,066,800</b>	<b>2,165,000</b>
<b>Estate and trust income, Forms 1041 and 1041S</b> <sup>4</sup> .....	<b>2,680,900</b>	<b>3,190,900</b>	<b>3,397,600</b>	<b>3,403,300</b>	<b>3,528,900</b>	<b>3,918,900</b>
<b>Estate tax, Forms 706, 706NA, 706GS(D), and 706GS(T)</b> ..... <sup>5</sup>	<b>60,800</b>	<b>81,400</b>	<b>110,100</b>	<b>116,400</b>	<b>123,600</b>	<b>122,400</b>
<b>Gift tax, Form 709</b> .....	<b>147,700</b>	<b>216,200</b>	<b>261,200</b>	<b>291,900</b>	<b>308,600</b>	<b>303,800</b>
<b>Tax-exempt organizations</b> ..... <sup>6</sup>	<b>487,400</b>	<b>572,600</b>	<b>618,300</b>	<b>692,600</b>	<b>699,100</b>	<b>724,200</b>
Forms 990 and 990EZ.....	359,700	406,400	412,000	458,100	461,700	481,000
Form 990-PF.....	44,700	51,300	61,800	64,900	70,000	73,300
Form 990-T.....	39,100	49,800	50,200	62,800	52,600	48,200
Forms 990C, 4720, and 5227.....	43,900	65,100	94,300	106,800	114,900	121,700
<b>Employment</b> <sup>7</sup> .....	<b>28,911,300</b>	<b>28,654,900</b>	<b>29,106,400</b>	<b>28,973,600</b>	<b>28,841,200</b>	<b>28,935,800</b>
Forms 940, 940EZ, 940PR.....	5,367,400	5,482,600	5,483,300	5,479,100	5,463,100	5,545,400
Forms 941, 941PR/SS.....	21,632,100	22,219,100	23,098,500	22,985,100	22,890,300	22,919,800
Forms 943, 943PR.....	385,400	354,700	330,900	316,200	305,500	291,000
Other.....	1,526,400	598,500	193,700	193,200	182,300	179,600
<b>Excise</b> ..... <sup>8</sup>	<b>852,000</b>	<b>788,600</b>	<b>821,900</b>	<b>822,300</b>	<b>852,500</b>	<b>815,100</b>
Form 2290.....	440,700	490,300	562,500	577,800	610,800	588,700
Form 720.....	339,100	225,300	194,000	183,800	174,700	164,900
Other.....	72,200	73,000	65,400	60,700	67,100	61,500

See notes at end of this section.

## Selected Historical and Other Data

**Table 22.--Selected Returns and Forms Filed or To Be Filed by Type During Specified Calendar Years, 1990-2007--Continued**

Type of return or form	Number filed in calendar year--					
	2002	2003	2004	2005	2006 (projected)	2007 (projected)
	(7)	(8)	(9)	(10)	(11)	(12)
<b>Individual income <sup>1</sup></b> .....	<b>130,977,500</b>	<b>130,836,700</b>	<b>131,297,500</b>	<b>133,023,100</b>	<b>134,693,800</b>	<b>136,277,100</b>
Forms 1040, 1040A, 1040EZ, and 1040PC.....	130,341,200	130,134,300	130,576,900	132,275,800	133,912,900	135,465,200
Paper returns.....	83,505,100	77,265,300	69,148,600	63,811,900	60,897,900	56,227,300
Electronically-filed returns.....	46,836,100	52,869,000	61,428,300	68,463,900	73,015,000	79,237,800
Business returns .....	20,072,000	20,658,500	21,475,200	22,315,700	22,697,200	23,092,500
Schedule C or C-EZ.....	18,336,500	18,944,500	19,770,600	20,627,100	20,979,700	21,345,100
Schedule F .....	1,735,500	1,713,900	1,704,700	1,688,600	1,717,500	1,747,400
Nonbusiness returns.....	110,269,100	109,475,800	109,101,600	110,034,600	111,215,700	112,372,700
Forms 1040C, 1040NR, 1040PR, and 1040SS.....	636,400	702,400	720,700	747,300	780,900	812,000
<b>Corporation income <sup>2</sup></b> .....	<b>5,738,800</b>	<b>5,919,600</b>	<b>6,018,300</b>	<b>6,164,600</b>	<b>6,353,500</b>	<b>6,506,600</b>
Form 1120 .....	2,131,900	2,119,000	2,066,800	2,012,700	2,004,700	1,975,100
Form 1120A .....	229,700	225,300	214,700	210,900	204,800	198,800
Form 1120S.....	3,191,100	3,369,100	3,523,900	3,715,200	3,909,800	4,089,900
Other .....	186,200	206,200	212,800	225,700	234,400	242,800
<b>Partnership, Forms 1065 and 1065B <sup>3</sup></b> .....	<b>2,271,800</b>	<b>2,405,400</b>	<b>2,546,400</b>	<b>2,720,300</b>	<b>2,888,400</b>	<b>3,051,200</b>
<b>Estate and trust income, Forms 1041 and 1041S <sup>4</sup></b> .....	<b>3,658,000</b>	<b>3,705,000</b>	<b>3,722,400</b>	<b>3,698,600</b>	<b>3,761,000</b>	<b>3,823,300</b>
<b>Estate tax, Forms 706, 706NA, 706GS(D), and 706GS(T).<sup>5</sup></b> .....	<b>114,000</b>	<b>87,100</b>	<b>74,200</b>	<b>54,900</b>	<b>53,100</b>	<b>32,900</b>
<b>Gift tax, Form 709.....</b>	<b>282,600</b>	<b>284,900</b>	<b>262,200</b>	<b>265,500</b>	<b>264,600</b>	<b>263,500</b>
<b>Tax-exempt organizations.<sup>6</sup></b> .....	<b>744,400</b>	<b>818,200</b>	<b>807,300</b>	<b>819,300</b>	<b>839,500</b>	<b>870,400</b>
Forms 990 and 990EZ.....	495,000	548,000	533,000	537,400	552,700	577,700
Form 990-PF.....	76,900	86,000	85,700	87,700	89,800	92,900
Form 990-T.....	46,400	55,200	57,700	63,400	64,200	65,000
Forms 990C, 4720, and 5227.....	126,200	129,000	131,000	130,700	132,800	134,800
<b>Employment <sup>7</sup></b> .....	<b>29,514,200</b>	<b>30,091,200</b>	<b>30,463,600</b>	<b>31,058,000</b>	<b>28,953,500</b>	<b>29,277,500</b>
Forms 940, 940EZ, 940PR.....	5,546,300	5,705,600	5,757,200	5,936,800	6,076,500	6,122,300
Forms 941, 941PR/SS.....	23,510,100	23,942,300	24,278,400	24,705,900	22,474,600	21,885,900
Forms 943, 943PR.....	283,300	276,600	269,400	262,600	255,700	249,200
Other.....	174,600	166,700	158,600	152,800	146,600	1,020,000
<b>Excise.<sup>8</sup></b> .....	<b>836,400</b>	<b>844,500</b>	<b>834,800</b>	<b>838,900</b>	<b>848,000</b>	<b>858,900</b>
Form 2290.....	615,200	642,400	660,600	678,700	694,600	710,500
Form 720.....	161,100	142,100	118,000	107,000	100,700	97,100
Other.....	60,000	59,900	56,200	53,100	52,700	51,300

See notes at end of this section.

## Selected Historical and Other Data

**Table 23.--Taxpayers Receiving Assistance, Paid and Unpaid, Tax Years 1999-2004**

[Some estimates based on samples--all data are in thousands]

Type of assistance	Tax year					
	1999	2000	2001	2002	2003 <sup>1</sup>	2004 <sup>2</sup>
	(1)	(2)	(3)	(4)	(5)	(6)
<b>Returns with paid preparer signature: <sup>3</sup></b>						
All returns .....	69,250	69,115	72,477	72,519	76,818	78,418
Form 1040EZ .....	761	958	2,096	1,953	1,690	1,719
Form 1040A .....	3,746	4,180	3,854	3,460	3,328	3,023
Form 1040, total .....	64,743	63,977	66,526	67,106	71,800	73,675
Form 1040 Business, total .....	14,198	13,855	14,194	14,461	15,897	16,456
Nonfarm .....	12,462	12,154	12,517	12,805	14,169	14,701
Farm .....	1,735	1,701	1,677	1,656	1,728	1,754
Form 1040 Nonbusiness, total .....	50,546	50,121	52,332	52,644	55,903	57,219
With itemized deductions .....	19,239	19,678	20,889	21,252	21,425	22,539
Without itemized deductions .....	31,307	30,444	31,443	31,392	34,479	34,680
Electronically-filed <sup>4</sup> .....	22,894	26,223	30,501	33,810	40,910	45,865
<b>Assistance provided by IRS: <sup>5</sup></b>						
Telephone inquiries (including recorded telephone information) .....	93,212	110,524	85,593	88,510	77,579	59,099
Office walk-ins, information .....	9,663	9,362	9,211	8,589	7,320	6,629
Written inquiries .....	61	48	35	27	12	n.a.
Number of taxpayers assisted by selected special programs:						
Outreach taxpayers assisted: <sup>6</sup> .....	1,416	577	11,029	36,957	72,031	85,977
Volunteer Income Tax Assistance (VITA) and Tax Counseling for the Elderly (TCE) <sup>7</sup> .....	3,790	3,587	3,611	1,607	1,935	2,111

See notes at end of this section.

## Notes to Selected Historical and Other Data Tables

### General notations and statements

N/A - Not applicable.

n.a. - Not available.

p - Preliminary.

r - Revised or corrected.

\* - Estimate should be used with caution because of the small number of sample returns on which it is based. See "Appendix--SOI Sampling Methodology and Data Limitations."

\*\* - Not shown to avoid disclosure of information about specific taxpayers. However, the data are combined with data in an adjacent size class, as appropriate, and included in the appropriate totals.

Detail may not add to totals because of rounding. All amounts are in current dollars. Percentages shown in some of the tables are based on dollar amounts rounded to the units indicated in the specific table headings. Therefore, they may not be as precise as percentages based on the fuller dollar amounts found in tables contained in the source publications or articles which underlie the historical tables presented in this section of the *Bulletin*.

In the data sources listed at the end of the footnotes, which cite a Statistics of Income publication or unpublished table, the following should be noted: Most of the data are subject to sampling error; tax law and tax form changes affect the year-to-year comparability of the data; and specific Statistics of Income reports cited include more complete discussions of sampling error and of other changes affecting comparability of the data.

See, also, the appendix to the *Bulletin* for a general description of "SOI Sampling Methodology and Data Limitations."

### Footnotes

#### Table 1

[1] Year-to-year comparability of the "all returns" total is affected by changes in dollar income filing thresholds, while year-to-year comparability of the number of returns by type of tax form used is affected by changes in the specific filing requirements, including adjustments for inflation, for

each form. In general, the filing of "short forms" (mostly Forms 1040A and 1040EZ, and Form 1040-T for 1995 only) has been encouraged by IRS to simplify both taxpayer filing requirements and IRS processing. Filing requirements for each of the short forms have, therefore, been gradually liberalized to facilitate their use. Increases in the number of short forms have mostly been at the expense of "long form" 1040 usage (although increases in the number of each of the short forms have often been at the expense of one short form over another). While the number of 1040 (paper) returns has, therefore, increased over the time period shown, the rate of increase has been reduced by the use of the short forms, and, later, by electronic filing options (see below), including, for 1991-1999, use of Form 1040PC. For additional information about the return filing requirements, see the annual reports, *Statistics of Income--Individual Income Tax Returns*.

Forms 1040, 1040A, and 1040EZ include "standard" electronically-filed ("ELF" or "e-file") returns, and Form 1040EZ returns filed electronically by telephone ("TeleFile"), starting with 1991. Form 1040PC (computer-generated "paper") returns were not reclassified for Statistics of Income for 1994-1999, data for Forms 1040, 1040A, and 1040EZ for these years are not comparable with preceding years (Form 1040PC did not apply after 1999).

Included in the "all returns" total for 1995, but not shown separately, are returns filed on Form 1040-T, a "short form" lending itself to IRS optical scanning, which was used for this 1 year only, on an experimental basis.

[2] Starting with 1993, taxpayers could elect to assign \$3 of the income tax reported on their returns (\$6 on a joint return, if both spouses contributed) to help pay for the cost of Presidential election campaigns. To do so, a taxpayer had to check a box on the tax return. The relationship between (a) the number of returns and boxes checked and (b) the dollar amounts shown is only approximate because the frequencies and the amounts were obtained from different sources, the frequencies from Statistics of Income tax return data and the dollar amounts from IRS

## Notes to Selected Historical and Other Data Tables

monthly tax collections, aggregated by calendar year. It should be noted that the frequencies and amounts are related to the tax year for which statistics are shown, even though the designation by the taxpayer occurred in the following year, when the income tax return was filed and processed.

- [3] Less deficit.
- [4] Taxable interest includes "dividends" on deposits and withdrawable shares in mutual savings banks, savings and loan associations, and credit unions, but excludes interest from Regulated Investment Companies on money market mutual funds, which is included in "dividends" in "adjusted gross income" (AGI).
- [5] Not included in AGI. Represents interest on State and local government obligations, including tax-exempt interest dividends from Regulated Investment Companies.
- [6] Dividends in AGI exclude capital gains and liquidating dividends, reflected in the statistics for net capital gain or loss in AGI, but include interest from Regulated Investment Companies on money market mutual funds. Qualified dividends are the ordinary dividends received in tax years beginning after 2002 that met certain conditions. These included: the dividend must have been paid by a U.S. corporation or a "qualified" foreign corporation; the stock ownership must have met certain holding period requirements; the dividends were not from certain institutions, such as mutual savings banks, cooperative banks, credit unions, tax-exempt organizations, or farmer cooperatives; and the dividends were not for any share of stock which was a part of an employee stock ownership plan (ESOP).
- [7] Excludes sole proprietorship (including farm) rental income or loss; these are included in business or profession net income or loss. Rental losses are before "passive loss" limitation and, therefore, exceed the amount included in AGI.
- [8] Losses are after "passive loss" limitation.
- [9] Includes capital gains from the sale of assets held for personal use or investment, and also net gains from the sale of certain business property treated as net capital gains and from "involuntary

conversions" of property, such as by casualty or theft. Also includes capital gains received from partnerships and S corporations. (See also footnote 15.)

Data represent total capital gains. Total includes capital gain distributions from Regulated Investment Companies. For other changes affecting capital gains, see *Statistics of Income--Individual Income Tax Returns*, various years. See also footnote 6.

- [10] Includes capital losses (after limitation) from the sale of assets held for personal use or investment, including losses in excess of net gains from the sale of certain business property treated as net capital losses and "involuntary conversions" of property, such as by casualty or theft. Also includes capital losses received from partnerships and S corporations. See also footnotes 6, 15, and 16.
- [11] Net gain or loss, not includable in capital gain or loss, from the sale of business property (excluding inventories and certain other assets) and "involuntary conversions" of property, such as by casualty or theft. See also footnote 15.
- [12] Excludes Individual Retirement Arrangement (IRA) distributions.
- [13] Represents total unemployment compensation.
- [14] Starting with 1994, up to 85 percent of Social Security benefits were taxable; previously, the maximum was 50 percent.
- [15] Excludes certain royalties included in the computations of capital gain or loss and of ordinary gain or loss in sales of noncapital assets.
- [16] Excludes capital gains and losses.
- [17] Includes adjustments not shown separately in this table. Total excludes certain business-related expenses, deduction for two-earner married couples, and certain alimony payments, but includes the self-employment health insurance deductions (liberalized effective 1998).
- [18] Deductible Individual Retirement Arrangement (IRA) contributions were limited, then liberalized somewhat, starting with 1997 and 1998. Contributions to education and Roth IRA's, new

## Notes to Selected Historical and Other Data Tables

- starting with 1998, were nondeductible and are, therefore, not included in the statistics.
- [19] The limitation on the deduction was raised, starting with 1999.
- [20] Deduction expired during 1994, but was later reinstated retroactively for that year. The deduction was liberalized, starting with 1995, and again starting with 1998.
- [21] Exemption amounts were indexed for inflation. Amounts were also limited for taxpayers with high incomes, starting with 1991. Statistics include exemptions for age and blindness, repealed effective 1987 and replaced by larger standard deduction amounts (see footnote 22). A check box on the return was used for taxpayers age 65 or over, in general, for use in establishing claims for the additional standard deductions, but many taxpayers not claiming the additional deductions also used the checkbox.
- The amount shown for exemptions excludes amounts in excess of AGI, which were reported but could not be used by the taxpayer. The number of exemptions and amounts also excludes the number and amounts reported on returns with no AGI, which did not figure into the computation of tax as a result.
- [22] In general, represents the sum of standard and itemized deductions from AGI to compute “taxable income” (the tax base for the regular income tax), but also includes deductions in excess of AGI that could not be used in the computation. Deductions erroneously reported on returns with no AGI were excluded from the deduction statistics.
- Includes revised itemized deductions (see also footnotes 24-25), “basic” standard deduction, and “additional” standard deductions for age 65 or over or for blindness (for changes in the standard deduction and its relation to the zero bracket amount, see *Statistics of Income--Individual Income Tax Returns*, for appropriate years). Starting with 1991, total itemized deductions are after statutory limitation (see footnote 24).
- [23] Standard deductions were indexed for inflation. Statistics for taxpayers with the additional standard deduction for age 65 or over exclude those who checked the box on tax returns indicating age 65 or over, but then itemized their deductions instead of claiming standard deductions (see footnote 21). For the percentages of AGI used for the standard deduction and the limitation on the deduction, see *Statistics of Income--Individual Income Tax Returns*.
- [24] Includes itemized deductions not shown separately in this table, including revised deductions, for “miscellaneous expenses” after limitation and for employee moving expenses. For the most part, moving expenses are excluded after 1993. In general, total itemized deductions were limited for certain high-income taxpayers, starting with 1991. This limitation was indexed for inflation, thereafter.
- [25] Deductible medical and dental expenses were limited, based on a revised percentage of AGI. The definition of expenses was expanded, effective 1997, to include payments for certain long-term care insurance premiums and for the unreimbursed cost of certain long-term care of a chronically ill individual.
- [26] State sales taxes were no longer deductible.
- [27] Deductions for mortgage real estate loan interest were limited, and, starting with 1991, personal interest was no longer deductible.
- [28] Includes “alternative minimum tax” (AMT), starting with 2000. For previous years, AMT was excluded and was reflected only in “total income tax” (see footnote 33).
- [29] Different tax rate structures for the regular income tax applied to Tax Years 1993-2002, 2003 and 2004. Indexing of tax rate boundaries for inflation existed. The preferential maximum tax rate on net long-term capital gains under “alternative tax” was revised over the years. Alternative tax was abolished, but a maximum capital gain tax rate less than the maximum regular tax rate continued to apply under certain conditions, starting with 1991; the maximum rate was further reduced, effective 1997. For additional information on changes affecting tax computations, see Table A of the appendix to the historical section of this report and *Statistics of Income--Individual Income Tax Returns*.

## Notes to Selected Historical and Other Data Tables

[30] Includes that portion of the “earned income credit” used to offset income tax before credits. Earned income credit is shown below in Table 1.

[31] Includes credits such as the low-income housing credit, child adoption credit (introduced, effective 1997), and “empowerment zone employment” (EZE) credit (introduced, effective 1994), not shown separately.

[32] Allowable credit per child was increased, starting with 1999.

[33] The statistics for all years shown are comparable. However, prior to Tax Year 2000, total income tax is the sum of two components, income tax after credits and “minimum tax” or “alternative minimum tax (AMT)”;<sup>3</sup> see footnotes 28 and 34. Starting with Tax Year 2000, total income tax is, in general, the same as income tax after credits, which was redefined to include AMT. (The small difference between the two amounts for 2000 is due mainly to the inclusion in the statistics for Tax Year 2000 of prior-year returns filed in Calendar Year 2001 that were used as proxies for Tax Year 2000 returns filed after 2001; the AMT on these returns was included in total income tax, but not in income tax before or after credits, consistent with the reporting sequence on the tax return forms for these years. The same is true for Tax Year 2002 for prior returns filed in Calendar Year 2003 for Tax Year 2000 and earlier. To a far lesser extent, the difference between total income tax and income tax after credits represents the tax on accumulation distributions of trusts, which was included in total income tax only.)

Total income tax reflects the amount reported on the tax return and is, therefore, before any examination or enforcement activities by the Internal Revenue Service. It represents the income tax liability that was payable to the U. S. Department of the Treasury.

[34] The “alternative minimum tax” (AMT) on “tax preferences,” completely replaced the former “minimum tax.” Under AMT, generally high-income taxpayers to which the tax applied were required to pay the larger of the regular income tax or the AMT. Computation of the AMT was

revised (to change the starting point for computing “alternative minimum taxable income” from “adjusted gross income” to “taxable income,” to change or eliminate many of the AMT adjustments to and exclusions from tax, and to increase a single tax rate); again for 1991 (to further increase the single tax rate); then, starting with 1993 (to substitute two higher, graduated rates for the one single rate). An additional change was the elimination of the capital gain exclusion as a tax preference subject to the AMT. As of 2004, examples of preferences or adjustments subject to recapture through the AMT were accelerated depreciation, incentive stock options, certain itemized deductions, personal exemptions, certain tax-exempt interest, and income loss from tax-shelter farm or “passive” investment activities.

AMT is shown separately in the statistics for all years. However, starting with 2000, AMT is also included in “income tax before credits,” as well as in “income tax after credits” and “total income tax.” Previously, AMT was only included in “total income tax.”

[35] In Table 1, the amounts “used to offset income tax before credits” and “used to offset other taxes” (that are income-related) are reflected in the statistics for “total tax credits”; however, “excess earned income credit (refundable)” is reflected in the statistics for tax “overpayments.” The refundable portion of the credit is the amount (in excess of the taxes) that could not be credited, including any “advance earned income credit payments” on those returns that had such an excess. (“Advance earned income credit payments” were made to employees electing to receive such payments currently through their paychecks. Such “payments” are included in the statistics only if the employees also met the tax return filing requirements; advance payments received by those not required to file are, therefore, excluded.)

[36] Represents payments reflecting the sum of “total income tax” (see footnote 33), tax recapture of certain prior-year tax credits, tax applicable to Individual Retirement Arrangements (IRA’s), and

## Notes to Selected Historical and Other Data Tables

Social Security taxes on “self-employment income” and on certain employee tip income, as well as on other income-related taxes applicable to the years shown (see *Statistics of Income--Individual Income Tax Returns*). The total also includes the following not shown separately below in Table 1: “advance earned income credit payments” and credits for (a) capital gain tax paid by a Regulated Investment Company, but considered paid by shareholders, and (b) part of the purchase price of a diesel-powered highway vehicle.

- [37] Represents tax withheld on (a) salaries and wages; (b) certain tip income; (c) pensions and annuities; (d) certain gambling winnings; and (e) distributions from profit-sharing plans, retirement plans, and Individual Retirement Arrangements (IRA’s). Also included are taxes withheld as a result of “backup withholding” on certain interest, dividends, and royalty payments, which otherwise were not subject to withholding.
- [38] Represents the sum of (a) “estimated tax,” generally paid quarterly throughout the tax year by self-employed and certain other taxpayers with insufficient or no tax withheld, and (b) prior-year tax overpayments taxpayers elected to credit to their current-year’s “estimated tax” in lieu of requesting a refund.
- [39] Represents the sum of payments made with a request for an “automatic” 4-month extension of time in which to file an income tax return, and payments with a request for an additional 2-month extension. Notwithstanding the timing of these requests, full payment of a tax estimate for the year had to be made with the original application; if adjustments to the amount thus paid were later necessitated, the difference was either refundable or payable subject to an interest charge (which is not reflected in the tax statistics).
- [40] Includes refunds (shown separately), plus credits to the following year’s “estimated tax” and the refundable portion of the “earned income credit” (see footnote 35). The taxes reflected in tax overpayments are the same as those listed in footnote 37.

SOURCE: Except for dollar amounts associated with the Presidential election campaign checkoff, data are from *Statistics of Income--Individual Income Tax Returns*, appropriate years. Depending on the year, dollar amounts associated with the Presidential election campaign checkoff were accumulated by calendar year either from U.S. Treasury Department, Internal Revenue Service, “Table S-1 Collections, Comparative Summary, Document 7038,” Report NO-Treas-103, monthly, or from unpublished monthly data from Chief Financial Officer, Office of Finance, Revenue Accounting Division, Office of Revenue Systems. See also “General notations and statements,” preceding the footnotes section.

### Table 2

- [1] Includes returns with adjusted gross deficit.
- [2] U.S. totals in Table 2 do not agree with Tables 1 and 3 because Table 2 also includes (a) “substitutes for returns,” whereby the Internal Revenue Service constructs returns for certain nonfilers on the basis of available information and imposes an income tax on the resulting estimate of the tax base, i.e., “taxable income,” and (b) returns of nonresident or departing aliens. In addition, for Table 2: “Income tax” includes the “alternative minimum tax,” but differs from “total income tax” in Tables 1 and 3 in that it is after subtraction of all tax credits except a portion of the “earned income credit.” See, also, footnote 7, below, for an explanation of the treatment of the earned income credit, and Table 1, footnotes 30, 35, and 36.
- [3] Less deficit.
- [4] “Number,” here, and elsewhere in Table 2, represents number of returns, unless otherwise specified.
- [5] “Itemized deductions” include any amounts reported by the taxpayer, even if they could not be used in computing “taxable income,” the base on which the regular income tax was computed. Thus, total itemized deductions include amounts that did not have to be reported by taxpayers with no “adjusted gross income.” (Adjusted gross income is the total from which these deductions

## Notes to Selected Historical and Other Data Tables

would normally be subtracted.) In addition, if standard and itemized deductions were both reported on a tax return, the form of deduction actually used in computing income tax was the one used for the statistics. Therefore, if the standard deduction was the form of deduction used, the total reported for itemized deductions was excluded from the statistics. However, the component deductions were not similarly excluded. As a result, the number of returns and related amounts for the component deductions are slightly overstated in relation to the grand total shown for itemized deductions. These components are also overstated in relation to the total because there was a statutory limitation on the total of itemized deductions that could be claimed by certain high-income taxpayers. This limitation did not affect the component deductions, the sum of which therefore exceeded the total used in computing income tax. See, also, Table 1, footnote 22.

- [6] Unlike Table 1, “total tax credits” exclude the “earned income credit,” shown separately below, in Table 2.
- [7] “Earned income credit,” includes both the refundable and non-refundable portions. The non-refundable portion could reduce income tax and certain related taxes to zero; credit amounts in excess of tax, or amounts when there was no tax liability at all, were refundable. See footnote 10, below.
- [8] The refundable portion of the “earned income credit” equals the amount in excess of “total tax liability,” which is shown below in Table 2 and defined in footnote 10. The excess credit shown includes any “advance earned income credit payments” for those returns that had such an excess. See also, footnote 7, above.
- [9] See footnote 2, above.
- [10] “Total tax liability” differs from “income tax,” shown above in Table 2, in that it includes the taxes from recapture of certain prior-year credits, tax applicable to Individual Retirement Arrangements (IRA’s), Social Security taxes on self-employment income and on certain tip

income, and certain other income-related taxes. See also footnote 7, above, for an explanation of the treatment of the earned income credit.

- [11] Reflects payments of the taxes listed in footnote 10, above.
- [12] See Table 1, footnote 40.
- [13] Includes the Alaskan permanent fund, reported by residents of Alaska on Forms 1040A and 1040EZs.
- [14] Includes, for example, returns filed from Army Post Office and Fleet Post Office addresses by members of the armed forces stationed overseas; returns filed by other U.S. citizens abroad; and returns filed by residents of Puerto Rico with income from sources outside Puerto Rico or with income earned as U.S. Government employees.

NOTE: This table presents aggregates of *all* returns filed and processed through the Individual Master File (IMF) system during Calendar Year 2005, including any returns filed for tax years preceding 2004.

In general, during administrative or Master File processing, taxpayer reporting discrepancies are corrected only to the extent necessary to verify the income tax liability reported. Most of the other corrections to the taxpayer records used for these statistics could not be made because of time and resource constraints. The statistics in Table 2 should, therefore, be used with the knowledge that some of the data have not been perfected or edited for statistical purposes and that U.S. totals in this table may not be altogether comparable to U.S. totals in Tables 1 and 3, as a result. Also, see footnote 2, above for differences in tax return coverage, which affects U.S. totals in this table.

Classification by State was usually based on the taxpayer’s home address. However, some taxpayers may have used the address of a tax lawyer or accountant or the address of a place of business; moreover, such addresses could each have been located in a State other than the State in which the taxpayer resided.

For explanation of the tax law changes which could affect the year-to-year analysis of data, refer to the respective years’ “Individual Income Tax Returns, Preliminary Data” article published in the Winter issue of the *SOI Bulletin*. For further explanation of the tax

## Notes to Selected Historical and Other Data Tables

terms, refer to the *Statistics of Income--Individual Income Tax Returns*, Publication 1304.

SOURCE: Internal Revenue Service, Individual Master File System.

### Table 3

- [1] In addition to low-income taxpayers, this size class (and others) includes taxpayers with "tax preferences," not reflected in "adjusted gross income" or "taxable income," which are subject to the "alternative minimum tax" (included in "total income tax"), defined in Table 1, footnote 34.
- [2] A study for 1993 showed that about half of all returns with "adjusted gross income" under \$5,000 were filed by dependents of other taxpayers.
- [3] "Adjusted gross income" (AGI) minus "personal exemptions and total deductions" will not equal "taxable income" because the total of deductions and exemptions could exceed AGI and, therefore, includes amounts that could not be used in computing "taxable income."
- [4] Less than 0.05.
- [5] Not computed.

SOURCE: *Statistics of Income--Individual Income Tax Returns*, appropriate years. See also "General notations and statements," preceding the footnotes section.

### Table 4

- [1] Reflects changes made to data as part of the 2003 Comprehensive Revision of the National Income and Product Accounts (NIPAs). For details of this revision, see the Bureau of Economic Analysis website at: <http://www.bea.gov/bea/dn/2003benchmark/CR2003content.htm>.
- [2] Consists of imputed rental income of owner-occupied non-farm dwellings (less actual rental income and subsidies); services to individuals furnished without payment by certain financial intermediaries; premium supplements to individuals for property and casualty insurance; farm products consumed on farms; food furnished to employees, including military and domestic

service; clothing issued to military personnel; employee's lodging; and imputed income of individuals participating in the construction of their own housing.

- [3] Consists of income earned by low-income individuals who are not required to file income tax returns, of unreported income that is included in the NIPA measure, and of errors and omissions which comprise items in the portion of personal income not included in AGI and the portion of AGI not included in personal income. Also includes the net effect of errors in the IRS adjusted gross income and NIPA personal income measures. Such errors can arise from the sample used by the IRS to estimate AGI and from the source data used by BEA to estimate personal income (per NIPA).

SOURCE: U.S. Department of Commerce, Bureau of Economic Analysis, National Income and Product Accounts (NIPA's), Table 7.19: *Comparison of Personal Income in the National Income and Product Accounts with Adjusted Gross Income as Published by the Internal Revenue Service*. This table appears periodically in the *Survey of Current Business* and can also be accessed on-line at: <http://www.bea.gov/bea/dn/nipaweb/index.asp>.

### Tables 5 and 6

- [1] See Table 4 for the differences between "personal income" and "adjusted gross income" (AGI).
- [2] Reflects changes made to data as part of the 2003 Comprehensive Revision of the National Income and Product Accounts (NIPAs). For details of this revision, see the Bureau of Economic Analysis website at <http://www.bea.gov/bea/dn/2003benchmark/CR2003content.htm>.
- [3] Data for years 1987 and after are not comparable to pre-1987 data because of major changes in the definition of "adjusted gross income" (AGI).

SOURCE: Data on "personal income" and "adjusted gross income" (AGI) (per NIPAs) are from U.S. Department of Commerce, Bureau of Economic Analysis, National Income and Product Accounts (NIPA's), Table 7.19: *Comparison of Personal Income in the National Income and Product Accounts with*

## Notes to Selected Historical and Other Data Tables

*Adjusted Gross Income as Published by the Internal Revenue Service.* This table appears periodically in the *Survey of Current Business* and can also be accessed on-line at: <http://www.bea.gov/bea/dn/nipaweb/index.asp>. Data on “adjusted gross income” (AGI) (per SOI) in Table 6 are from *Statistics of Income-Individual Income Tax Returns*, appropriate years.

### Table 7

- [1] Sum of standard and itemized deductions, plus charitable contributions deduction reported on standard deduction returns for Tax Years 1982-1986. Amount of total deductions for 1950-1957 was estimated by Joseph A. Pechman, The Brookings Institution, using his estimate of the standard deduction for these years (see footnote 4) plus the total for itemized deductions published in *Statistics of Income--Part 1* for 1950-1953 and *Statistics of Income--Individual Income Tax Returns* for 1954-1957. Starting with 1958, total deductions were obtained directly from *Statistics of Income--Individual Income Tax Returns*. Deductions exclude amounts shown as “statutory adjustments” in Table 1. For Tax Years 1987-1988, total deductions also include the “zero bracket amount” reported on a small number of returns (see footnote 4). It includes total deductions as reported by taxpayers, even if the total exceeded “adjusted gross income” (AGI) and, therefore, could not be used.
- [2] See Tables 5 and 6, footnote 3.
- [3] Series revised, starting with the Spring 1997 *Bulletin*, to exclude from the standard deduction statistics the relatively small number of returns with no adjusted gross income and no deductions. Previously, these returns were classified as if they showed a standard deduction. For the 1977-1986 statistics, the standard deduction is the “zero bracket amount” (reported on returns with only a “zero bracket amount”). Such an amount was also included for a small number of returns for 1987-1988 (see footnote 4). For years in which the “zero bracket amount” was in effect, frequencies shown for standard deduction returns were derived by subtracting the number reporting an income tax liability, but no itemized deductions,

from the total of all returns. For 1950-1952, returns with itemized deductions include the small number of returns with no deductions and, for 1950-1954, the small number with no income, regardless of whether or not deductions were itemized. For later years, returns in these two categories were excluded from all the deduction statistics in this table.

- [4] Amount of standard deduction for 1950-1957 was estimated by Joseph A. Pechman, The Brookings Institution, on the basis of the distribution of the number of returns by income class and marital status in *Statistics of Income--Part 1* for 1950-1953 and *Statistics of Income--Individual Income Tax Returns* for 1954-1957, and, starting with 1958, was obtained directly from *Statistics of Income--Individual Income Tax Returns*. It represents the “zero bracket amount” for 1977-1986. Starting with 1987, it represents the sum of “basic” and “additional” standard deductions (for age 65 or over and for blindness); also includes the “zero bracket amount” reported on the small number of prior-year returns filed in 1988-1989 that were included in the 1987-1988 statistics as proxies for returns due but not received.
- [5] For 1977-1986, total itemized deductions are before subtraction of the “zero bracket amount.” Starting with 1991, total itemized deductions are after statutory limitation (see Table 1, footnote 24).

SOURCE: Except as indicated in footnotes 1 and 4, *Statistics of Income--Individual Income Tax Returns* and unpublished tables, appropriate years. Data referred to in footnote 4 which are attributed to Joseph A. Pechman are from Pechman, *Federal Tax Policy*, fifth edition, The Brookings Institution, 1987. See also “General notations and statements,” preceding the footnotes section.

### Table 8

- [1] See Table 4 for differences between “personal income” and “adjusted gross income.”
- [2] Reflects changes made to data as part of the 2003 Comprehensive Revision of the National Income and Product Accounts (NIPAs). For details of

## Notes to Selected Historical and Other Data Tables

this revision, see the Bureau of Economic Analysis website at <http://www.bea.gov/bea/dn/2003benchmark/CR2003content.htm>.

- [3] Note that the “taxable income” tax base excludes the base for computing both the “minimum tax” and “alternative minimum tax” components of “total income tax.” Therefore, the percentages shown in column 6, starting with 1970, are only approximate. See also Table 1, footnote 34. Also, because conceptually “taxable income” did not exist prior to 1954, the taxable income shown for 1950-1953 and the percentages based on it in columns 3 and 6 are estimated, in part, by adjusting available statistics for statutory “net income” for these years.

SOURCE: Data on “Personal income” are from the Bureau of Economic Analysis’ National Income and Product Accounts, Table 2.1: *Personal Income and Its Disposition*. This table appears in the *Survey of Current Business* and can also be accessed online at: <http://www.bea.gov/bea/dn/nipaweb/index.asp>. Data on “Taxable income (per SOI)” and “Total income tax (per SOI)” are from *Statistics of Income--Individual Income Tax Returns*, various years.

### Table 9

- [1] Starting with 1975, includes the refundable portion of the “earned income credit.”

SOURCE: *Statistics of Income--Individual Income Tax Returns* and unpublished tables, appropriate years. See also “General notations and statements,” preceding the footnotes section.

### Table 10

- [1] Represents the number of returns, even if there was more than one business per return.
- [2] “Total deductions” include amounts not shown separately in this table, as well as amounts not itemized separately on Schedule C-EZ (short form) used by certain of the smaller businesses. Most deductions for which statistics are shown are slightly understated to the extent that only total deductions had to be reported on Schedule C-EZ. Total deductions exclude disallowed “passive losses”; but net income (less deficit), net income,

and deficit reflect these losses. In addition, net income (less deficit), net income, and deficit are after adjustment for the passive loss carryover from prior years. Therefore, “business receipts” minus “total deductions” do not equal “net income (less deficit).”

NOTE: There are slight differences between: (a) the number of individual income tax returns “with business or profession net income or loss” and the associated amounts, based on the summarized totals on the face of the tax return (Table 1), and (b) the related number of individual income tax returns “with nonfarm business net income or deficit” and the associated amounts, based on data from Schedules C filed in support of the total on the face of the return (Table 10). These differences result from the somewhat larger tax return samples underlying the sole proprietorship statistics for more recent years, and also from the taxpayer reporting variations and inconsistencies, e.g., in the occasional misreporting of farm versus nonfarm business activity on the face of the return compared to what was indicated in supporting schedules, and in the equating of certain partnership income or employee business expenses with the presence of sole proprietorship activity.

SOURCE: *Statistics of Income--Sole Proprietorship Returns*, appropriate years, and *Statistics of Income Bulletin*, Summer issues (for most years). See also “General notations and statements,” preceding the footnotes section.

### Table 11

- [1] Certain small partnerships were not required to file balance sheets.
- [2] Number of limited partnerships, limited liability companies, and the associated number of partners are understated because some businesses failed to answer the question about type of partnership on their tax returns as originally filed.
- [3] Total assets, total liabilities, and partners’ capital account represent end-of-year amounts. Moreover, they are understated somewhat because not all partnerships included a complete balance sheet and because of the reporting requirement mentioned in footnote 1, above. However, certain partnerships with negative total assets,

## Notes to Selected Historical and Other Data Tables

total liabilities and/or total partners' capital are included in the statistics.

- [4] Short-term debt is the abbreviated title for mortgages, notes, and bonds payable in less than 1 year.
- [5] Long-term debt is the abbreviated title for mortgages, notes, and bonds payable in 1 year or more.
- [6] "Total receipts" and "total deductions" include amounts not shown separately. Only the net incomes or deficits from farming, rents, and royalties were tabulated; the positive amounts were included under "total receipts" and the negative amounts under "total deductions." The related expenses were not tabulated. Total receipts were computed for the statistics as the sum of "total income from a trade or business"; and the following income distributed directly to partners: "ordinary" gain from sales of property other than "capital assets"; "ordinary" income from estates, trusts, and other partnerships; portfolio income, comprising interest, dividends, royalties, and other portfolio income (excluding net capital gains, see below); and rental real estate income (positive amounts only); and income from other rental activities (positive amounts only).  
  
Total deductions were computed as the sum of "cost of goods sold," or "cost of sales and operations," "total deductions from a trade or business," and the following, which were allocated directly to partners: "ordinary" loss from sales of property other than "capital assets"; "ordinary" loss from estates, trusts, and other partnerships; rental real estate losses; other rental losses; and portfolio losses (excluding net capital losses).  
  
Portfolio income or loss from sales of "capital assets" was intentionally omitted from receipt and deduction statistics to improve comparability with earlier years. Therefore, the statistics in Table 11 will not agree with statistics in articles on partnerships that appear in prior issues of the *Bulletin*. See also footnote 8, below.
- [7] Represents the more complete amounts reported in depreciation computation schedules, rather

than the amounts reported as the depreciation deduction.

SOURCE: *Statistics of Income--Partnership Returns*, appropriate years, and *Statistics of Income Bulletin*, Summer or Fall issues (for most years). See also "General notations and statements," preceding the footnotes section.

### Table 12

- [1] Excludes business income tax returns filed by tax-exempt organizations. See Table 16.
- [2] Size classes for corporations are based on "business receipts," i.e., gross amounts from sales and operations, for industries (a) except those in the "finance, insurance, and real estate" industrial division, using the former Standard Industrial Classification or SIC system for years preceding 1998, (b) then, starting with 1998, except those in the "finance and insurance" industrial sector and those in the "management of companies (holding companies)" sector (which includes bank holding companies, as well as other holding companies), using the North American Industrial Classification System or NAICS. For the groupings comprising these two exceptions, "total receipts," which are the sum of business receipts and investment income, were used instead of "business receipts" as the basis for the size classification. Because of the differing treatment of holding companies (other than bank holding companies) and of real estate and rental and leasing, the statistics, starting with 1998, are not completely comparable with those for earlier years.
- [3] Includes returns with no "business receipts" (or no "total receipts" in the case of certain corporations as described in footnote 2).
- [4] Beginning Tax Year 2001, size of assets of under \$500,000 and \$500,000 under \$1,000,000 replaced size of assets of under \$100,000 and \$100,000 under \$1,000,000, of earlier years. Also, size of assets of \$250,000,000 under \$500,000,000; \$500,000,000 under \$2,500,000,000; and \$2,500,000,000 or more are shown beginning with Tax Year 2001.

## Notes to Selected Historical and Other Data Tables

[5] Includes corporations and partnerships with “zero assets and liabilities.” For corporations, returns with zero assets represent final returns of liquidating or dissolving corporations which had disposed of all assets; final returns of merging corporations whose assets were included in the returns of the acquiring corporations; part-year returns of corporations changing accounting periods (except for certain newly-incorporated businesses); and returns of foreign corporations with income “effectively connected” with a U.S. business (except foreign insurance companies providing separate balance sheets for U.S. branches). For partnerships, returns with zero assets include businesses not required to file balance sheets, as well as businesses that failed to provide balance sheets on their returns as originally filed. Certain partnerships with negative total assets, total liabilities and/or total partners’ capital are also included. See also Table 11, footnote 1.

[6] Size classes for partnerships are affected by changes in the definition of receipts. (See Table 11, footnote 6.) Only partnership net rental income is reflected in the size distribution.

[7] Sole proprietors are not required to provide balance sheet information.

NOTE: Statistics for corporations are for accounting periods ended July of one year through June of the next. Thus, for example, corporation data for 2003 are for accounting periods ended July 2003 through June 2004. Statistics for nonfarm sole proprietorships and partnerships are, in general, for the calendar year.

SOURCE: *Statistics of Income--Corporation Income Tax Returns*; *Statistics of Income--Partnership Returns*, *Sole Proprietorship Returns*, and *Business Income Tax Returns*, depending on the year; and *Statistics of Income Bulletin*, Summer or Fall issues (for most years). See also “General notations and statements,” preceding the footnotes section.

### Table 13

[1] Excludes inactive corporation returns. Excludes taxable farmers’ cooperatives; Real Estate Mortgage Investment Conduits (REMIC’s);

Foreign Sales Corporations (FSC’s) and Interest-Charge Domestic International Sales Corporations (IC-DISC’s).

Starting with 1997, corporations that otherwise qualified as S corporations, but that had subsidiaries, could qualify, provided the subsidiaries also qualified as S corporations. These subsidiaries, which previously filed separate returns, are included in the income tax returns of the parent S corporations.

Because of the definition of S corporation net income, totals for receipts and deductions are slightly understated to the extent that they were not directly related to the “income from a trade or business” reported by these companies. Comparability of data for “returns with net income” is also affected by a change in the Statistics of Income definition of Regulated Investment Company net income for certain years. For additional information about these changes and the estimated effect they have on the net income statistics, see footnote 16, below.

[2] Consolidated returns were filed on an elective basis for groups of affiliated corporations (with exceptions), in general, if 80 percent or more of the stock of the affiliates was owned within the group, and a common parent corporation owned at least 80 percent of the stock of at least one of the affiliates. Consolidated returns exclude S corporations (defined in footnote 4), although, starting with 1997, S corporation returns could include subsidiaries that were also S corporations. Returns filed by parent S corporations which include qualifying subsidiaries are included in the S corporation frequencies shown below in Table 13. Consolidated returns also exclude all real estate investment trusts (REIT’s).

[3] Included in “number of returns, total” and “number with net income.”

[4] In general, certain small qualifying corporations that elected to be taxed at the shareholder level. These corporations could have no more than 75 shareholders (mostly individuals), starting with Income Year 1997; no more than 35 for Income Years 1983-1996. Starting with 1997, S corpo-

## Notes to Selected Historical and Other Data Tables

ration returns could include subsidiaries if the subsidiaries also qualified as S corporations, with income and financial data for both parent and subsidiaries combined on the return of the parent corporation.

- [5] Balance sheet data are end-of-year amounts.
- [6] Inventories include amounts reported by real estate subdividers and developers.
- [7] Tax-exempt securities include not only investments in State and local government obligations, but also stock in investment companies that distributed dividends during the current year representing tax-exempt interest on such obligations.
- [8] After 1990, accounts payable of banking and savings and loan institutions could include deposits and withdrawable shares previously reported in "other current liabilities."
- [9] Starting with 1998, amounts for "adjustments to shareholders' equity" are reported separately on the tax return. Previously, these amounts were part of "Retained Earnings Unappropriated."
- [10] In general, Statistics of Income data for receipts, deductions, and net income (or deficit) of S corporations are limited to those attributable to a trade or business. Therefore, most investment income or loss, such as from taxable interest, dividends, rents, royalties, and gain (loss) from sales of investment property; the deductions related to this income; and deductions for charitable contributions, intangible drilling and development costs, oil and gas depletion, foreign taxes paid, and the limited expensing of the cost of depreciable assets (Code section 179) are not reflected in net income (because they were allocated directly to shareholders instead). See also footnote 4.

The statistics for the cost of goods sold exclude estimates of the cost of operations from expense data reported elsewhere on the tax return (often in "other deductions") by corporations reporting "business receipts" without a corresponding cost of goods sold. These corporations were assumed

to have a cost of operations that was not reported as such. Most of the companies involved were classified either in the transportation and public utility or services industries.

For all years, identifiable amounts of depreciation, depletion, amortization, taxes paid, advertising, bad debts, compensation of officers, employee plan contributions, interest paid, and rent paid found in taxpayer schedules in support of the total cost of goods sold were transferred to their respective deduction headings for the statistics. This enabled more complete statistics for these expenditures to be produced.

- [11] "Business receipts" include the gross proceeds (netting during statistical processing against the cost of these sales) reported by stock and commodity brokers and exchanges, and by real estate subdividers, developers, and operative builders, even when they bought and sold securities, commodities, and real estate on their own account.
- [12] "Other interest" includes any dividends reported in combination with interest on the Form 1120S tax return by S corporations, i.e., certain corporations that elect to be taxed through shareholders (see footnote 4).
- [13] Identifiable amounts reported on Form 1120-A are included in the statistics for the appropriate deduction. "Other deductions" include certain amounts previously treated as part of the combined "cost of goods sold" for Statistics of Income. See also footnote 10.
- [14] In general, "total receipts less total deductions" include tax-exempt interest on State and local government obligations, but exclude income from related foreign corporations only "constructively" received. As such, "total receipts less total deductions" represent all income, taxable and nontaxable, "actually" received by the corporation, as reported on the corporation income tax return, and exclude all income only "constructively" or "deemed" received. In contrast, "net income (less deficit)" represents all taxable income, actually or constructively received. Therefore, in the statistics, "total receipts less

## Notes to Selected Historical and Other Data Tables

total deductions” minus “nontaxable interest on State and local government obligations” plus “constructive taxable income from related foreign corporations” equal “net income (less deficit).” For the exception, due to Regulated Investment Companies, see footnote 16.

- [15] Represents “income” that was only “constructively” or “deemed” received from foreign corporations and that was taxed to the U. S. corporation. (In general, such income was otherwise subject to U. S. income tax only when actually repatriated as dividends.) For the statistics, it is the sum of “includable income of Controlled Foreign Corporations” and the “foreign dividend gross-up,” reported separately on the tax return. The “includable income” was comprised of specific types of undistributed income earned by a Controlled Foreign Corporation that were taxed under certain conditions to the U. S. shareholder corporations unless an actual “minimum distribution” was made. The foreign dividend gross-up represents a share of the foreign taxes paid on the profits of certain foreign subsidiaries out of which they paid dividends to their U. S. parent corporations and for which the parent corporation then claimed a foreign tax credit.
- [16] “Net income (less deficit),” “net income,” and “deficit” exclude: (a) net long-term capital gain reduced by net short-term capital loss reported by Regulated Investment Companies (see footnote 14), and (b) amounts other than from a trade or business, i.e., portfolio and rental income, reported by S corporations (see footnote 4). With respect to Regulated Investment Companies, the amounts excluded from final statistics were: \$57.2 billion for 1995; \$192.6 billion for 1998; \$252.3 billion for 1999; \$296.6 billion for 2000; \$41.1 billion for 2001, \$12.9 billion for 2002; and \$20.2 billion for 2003. Estimates of the S corporation net income (less deficit) excluded from the final statistics in Tables 13-14 is as follows: \$22.2 billion for 1995; \$56.9 billion for 1998; \$56.4 billion for 1999; \$59.4 billion for 2000; \$45.1 billion for 2001; \$32.9 billion for 2002; and \$42.1 billion

for 2003. For additional information about S corporation net income, see the various articles on S corporations in the *Bulletin*, starting with 1995.

- [17] For most years, “income subject to tax” (the corporate tax base) exceeds “net income (less deficit)” in the statistics, chiefly because of the deficits reported on returns without net income. Moreover, it is the sum of the several tax bases applicable over time to different classes of corporations, not all of which were directly related to net income. Income subject to tax thus includes the “taxable income” base used by most companies (and defined for the statistics as net income minus certain statutory special non-business deductions, such as for intercorporate dividends received and “net operating losses” carried forward from prior years). Profits of S corporations were mostly taxed through shareholders (who had to be individuals, estates, or trusts).
- [18] Includes Personal Holding Company tax; tax on “branch profits” of foreign corporations with U.S. operations; and certain lesser taxes, including special taxes applicable to Real Estate Investment Trusts (REIT's) and foreign corporations with U.S.-source income. Total income tax includes an environmental excise tax reported on the corporation income tax return and collected as part of the corporation income tax. This tax was repealed, effective during 1996.
- “Total income tax” more closely represents worldwide income tax liability because it is before subtraction of the foreign tax credit, the largest of the tax credits. To the extent that foreign tax credits adequately reflect the total foreign income tax burden, total income tax includes these taxes. See also footnotes 20, and 23.
- [19] Under AMT, corporations are required to compute their regular tax liability and their “tentative minimum tax” liability. The difference between the “tentative minimum tax” and the regular tax is the legally defined alternative minimum tax. The AMT was designed to ensure that, at least, a minimum amount of income tax was paid in spite of the legitimate use of exclusions, deductions,

## Notes to Selected Historical and Other Data Tables

and credits. For tax years beginning after 1997, new corporations and certain small corporations were not subject to the AMT.

- [20] Tax credits are applied against “regular tax” only. See also footnote 21.
- [21] In publications prior to Fall, 2003, data in this table for foreign tax credit for 1995 and 1998, and for U.S. possessions credit for 1995, were revised, based on results of special studies. Subsequently, the data have been restored to their original values to be consistent with published corporate data and to be comparable with data for 1999-2003.
- [22] The general business credit includes the following components and their years of implementation, almost all of which were subject to a combined overall limitation, therefore the amounts shown in the table for these credits are tentative: the alcohol fuel credit, the investment credit, the work opportunity credit, (formerly the “jobs credit”), the welfare to work credit, the orphan drug credit (1996), increased research expenditures credit, low-income housing credit, “disabled access” credit (1990), enhanced oil recovery credit (1991), renewable electricity production credit (1992), Indian employment credit (1993), employer social security and Medicare taxes paid on certain employee tips credit (1993), contributions to selected community development corporations credit (1993), the trans-Alaska pipeline liability fund credit, and general credits from an electing large partnership (Schedule K-1 (Form 1065-B)), small employer pension plan startup costs credit (2002), employer-provided child care facilities and services credit (2002), and new markets credit (2002).

The empowerment zone and renewal community employment credit (1994), and New York Liberty Zone business employee credit (not shown separately, 2001), while components of the general business credit, have separate tax liability limits and are not subject to the combined limitation.

For other changes in the definition of components of the general business credit, see *Statistics*

*of Income—Corporation Income Tax Returns*, for the years concerned.

- [23] “Total income tax after credits” is before any examination or enforcement activities by the Internal Revenue Service. It is the amount payable to the U.S. Government as reported on the income tax return. Because it is after subtraction of foreign tax credit, this total does not include income taxes paid to foreign governments. In publications prior to Fall, 2003, amounts shown for 1995 and 1998 had been revised because of revisions to the foreign tax credit (for each of these years) and to the U.S. possessions credit (for 1995) based on special studies. Subsequently, the data have been restored to their original values to be consistent with published corporate data and to be comparable with data for 1999-2003.

NOTE: Statistics are for corporate accounting periods ended July of one year through June of the next. Thus, for example, data for 2003 are for accounting periods ended July 2003 through June 2004.

SOURCE: *Statistics of Income--Corporation Income Tax Returns*. Additional data on the foreign tax credit and U.S. Possessions Credit from special indepth studies are included in various issues of the *Statistics of Income Bulletin*. See also “General notations and statements,” preceding the footnotes section.

### Tables 14a and 14b

- [1] Industrial classification is based on the product or service accounting for the largest percentage of “total receipts.” (Total receipts are the sum of business or gross receipts, plus capital gains and income from investments, including rentals.) Starting with 1998, this classification is based on the North American Industry Classification System (NAICS), which replaced the Standard Industrial Classification (SIC) system. The SIC, in its various versions, was used to classify statistics for the years before 1998. Both systems were intended for Government-wide use in classifying business statistics. (For information about NAICS and its usage in Canadian, Mexican, and U.S. Government statistics, see the *Statistics*

## Notes to Selected Historical and Other Data Tables

of *Income Bulletin*, Summer 1997, Volume 17, Number 1, pp. 3-5.) Because there are substantial differences between NAICS and its predecessor SIC system, data by “industrial sector” for years beginning with 1998 (Table 14b) are shown apart from data for earlier years by “industrial division” (Table 14a). As an example of differences between the two systems, using NAICS, Statistics of Income classifies banks that were bank holding companies in the new “management of companies (holding companies)” sector, instead of in the “finance and insurance” sector. Using the SIC, bank holding companies had previously been classified in the “finance, insurance, and real estate” industrial division. For additional information about breaks in comparability caused by the changeover to NAICS, see *Statistics of Income--1998, Corporation Income Tax Returns*.

If information for the business activity and product was not discernible from the corporation income tax return, the return was classified as with nature of business “not allocable.” Data for nature of business “not allocable” are included in the totals for “all industrial divisions” (Table 14a) and “all industrial sectors” (Table 14b), but are not shown separately. Therefore, in addition to rounding differences, the statistics by industrial division or sector will not add to their respective grand totals.

- [2] See Table 13, footnote 1.
- [3] Balance sheet data are end-of-year amounts. Net worth is the sum of “capital stock,” “additional paid-in capital,” “retained earnings, appropriated,” “retained earnings, unappropriated,” and “adjustments to shareholders' equity” minus “cost of treasury stock.” (Prior to 1997, data for “retained earnings, unappropriated” included “adjustments to shareholders' equity,” not reported separately on the tax return.) Each of these amounts is presented separately in Table 13.
- [4] See Table 13, footnotes 10 and 14.
- [5] See Table 13, footnote 11.
- [6] Interest received is the sum of “interest on State and local government obligations” (i.e., tax-exempt interest) and “other interest” (which

includes interest paid by banking and savings institutions). Data for both of these amounts are presented separately in Table 13. See also Table 13, footnote 12.

- [7] In addition to regular tax, includes certain other taxes either shown separately in Table 13 or mentioned in Table 13, footnote 18.
- [8] Beginning with tax year 1987, “Alternative tax” was repealed.

NOTE: Statistics are for corporate accounting periods ended July of one year through June of the next. Thus, for example, data for 2003 are for accounting periods ended July 2003 through June 2004.

SOURCE: *Statistics of Income--Corporation Income Tax Returns*. Additional data on the foreign tax credit and U.S. Possessions Credit from special indepth studies are included in various issues of the *Statistics of Income Bulletin*. See also “General notations and statements,” preceding the footnotes section.

### Table 15

- [1] In general, includes profits of U.S. corporations filing income tax returns as recorded in Statistics of Income, but with exceptions and adjustments (see below). Also includes profits of nonprofit institutions that primarily serve business and income of Federal Reserve Banks and Federally-sponsored credit agencies. However, profits of S corporations, only partially included in Statistics of Income data for recent years, are excluded from profits in the National Income and Product Accounts (NIPA) and are treated, instead, as “personal income” (see Table 4). For other corporations excluded in NIPA profits, see footnote 2, below, and footnote 1, Table 13.

Compared to Statistics of Income net income, profits for NIPA purposes are defined to include tax-exempt interest on State and local government obligations, but to exclude capital gains and losses, intercorporate dividends received, depletion, and bad debt losses. Consistent with Statistics of Income, NIPA profits reflect the inventory and depreciation accounting practices used for tax purposes. NIPA profits include

## Notes to Selected Historical and Other Data Tables

income earned abroad by U.S. corporations, but exclude profits earned in the United States by foreign corporations.

- [2] Reflects changes made to data as part of the 2003 Comprehensive Revision of the National Income and Product Accounts (NIPAs). For details of this revision, see the Bureau of Economic Analysis Web site at <http://www.bea.gov/bea/dn/2003benchmark/CR2003content.htm>.
- [3] For Statistics of Income, “net income (less deficit)” and “income subject to tax” exclude taxable cooperatives, starting with the 1985 data; Real Estate Mortgage Investment Conduits (REMIC’s), starting with 1987; and Personal Service Corporations for 1988-1993. Net income (less deficit), starting with 1985, excludes Foreign Sales Corporations (FSC’s) and Interest-Charge Domestic International Sales Corporations (IC-DISC’s). See also Table 13, footnote 1. For changes in the definition of Regulated Investment Company and S corporation net income, see Table 13, footnote 16. For the coverage of corporations and the definition of corporate profits used for the National Income and Product Accounts, see footnote 1, above.
- [4] For the definition of “income subject to tax,” see Table 13, footnote 17. See also footnote 3, above.

SOURCE: Data on corporate “Profits before tax (per NIPA)” are from the Bureau of Economic Analysis’ National Income and Product Accounts, Table 1.12: *National Income by Type of Income*. This table appears in the *Survey of Current Business* and can also be accessed online at: <http://www.bea.gov/bea/dn/nipaweb/index.asp>. Data on “Net income (less deficit) (per SOI)” and “Income subject to tax (per SOI)” are from *Statistics of Income--Corporation Income Tax Returns*, various years.

### Table 16

- [1] Includes data reported by organizations described in Internal Revenue Code section 501(c)(3), excluding private foundations and most religious organizations. Organizations with receipts under \$25,000 were not required to file.

- [2] Balance sheet data are end-of-year amounts.
- [3] Represents fees collected by organizations in support of their tax-exempt purposes, and income such as from tuition and fees at educational institutions; hospital patient charges; and admission and activity fees collected by museums and other nonprofit organizations or institutions.
- [4] The amount of contributions, gifts, and grants shown reflects the amount actually disbursed, on a cash basis, for charitable purposes.
- [5] Represents income not considered related to a foundation’s charitable purpose, e.g., interest, dividends, and capital gains. Foundations could be subject to an excise tax on such income.
- [6] Includes returns filed by or for entities described in Internal Revenue Code sections 401(a) (qualified pension, profit-sharing, or stock bonus plans), 408(e) (Individual Retirement Accounts, or IRA’s), 408A (Roth IRA’s), and 501(c)(2) through (27) (charitable and most other types of tax-exempt organizations).
- [7] The primary reason for the drop in gross unrelated business income (UBI) and total deductions between Tax Years 1997 and 1998 is the exclusion from the 1998 statistics of one association, which reported relatively large amounts of gross UBI and deductions for 1997 and prior years. The tax-exempt status of this association was terminated, effective 1998. For additional information, see Riley, Margaret, “Unrelated Business Income Tax Returns, 1998,” *Statistics of Income Bulletin*, Spring 2002, Volume 21, Number 4.
- [8] Aggregate amounts of total deductions, unrelated business taxable income (less deficit), and deficit previously published in various issues of the *SOI Bulletin* have been adjusted in Table 16 for Years prior to 1999. The revisions were required to take into account certain adjustments made to reported amounts of the “net operating loss deduction.” During processing of the SOI sample of Tax Year 1999 returns, it was discovered that many Form 990-T filers were deducting the entire amount of any previous years’ net operating loss carryover from net income (even when net

## Notes to Selected Historical and Other Data Tables

income was zero or negative), rather than deducting only the part of the carryover amount needed to offset any positive net income amount. Entering the entire amount of the net operating loss carryover, as opposed to entering only the appropriate deduction amount, did not affect a filer's unrelated business income tax liability, but it did inflate the amount of deficit reported.

- [9] Excludes cost of sales and services, which was subtracted from gross receipts from sales and services in computing gross profit from sales and services. Gross profit from sales and services is a component of "gross unrelated business income" (on which the filing requirement is based).
- [10] Total tax was unrelated business income tax less the foreign tax credit, general business credit, credit for prior-year minimum tax, and other allowable credits, plus the "proxy tax" on certain lobbying expenditures, the "alternative minimum tax," and the environmental tax (applicable only to tax years prior to 1996). Beginning with Tax Year 2001, total tax can include interest due, computed under the look-back method for certain depreciated property and completed long-term contracts, and "other" taxes, as described by the return filer.

SOURCE: *Statistics of Income Bulletin*, various issues. See also "General notations and statements," preceding the footnotes section.

### Table 17

- [1] Starting with 1965, number of returns, total gross estate at date of death, and estate tax after credits are estimates based on samples. Beginning with 1982, numbers in columns 2-5 have been revised to reflect returns filed more than 3 calendar years after a decedent's death.
- [2] Prior to 1982, year of death figures were approximated, using data from returns filed in a single calendar year. While many of the returns filed in a given calendar year represent returns of decedents who died in the immediately preceding year, others represent returns of decedents who died in earlier years. Starting with 1982, the statistics are

by year of death, using the year of death reported on the estate tax returns filed during periods of at least 3 successive years.

- [3] Total adult deaths represent those of individuals age 20 and over, plus deaths for which age was unavailable.
- [4] Prior to 1964, a return was taxable if it showed an estate tax before credits. Starting with 1964, the classification was based on estate tax after credits.
- [5] Year-to-year comparability of the data is affected by changes in the gross estate filing threshold which is based on year of death: 1934 (\$50,000); 1935 (\$50,000 changing to \$40,000); 1936-1941 (\$40,000); 1942 (\$40,000 changing to \$60,000); 1943-1976 (\$60,000); 1977 (\$120,000); 1978 (\$134,000); 1979 (\$147,000); 1980 (\$161,000); 1981 (\$175,000); 1982 (\$225,000); 1983 (\$275,000); 1984 (\$325,000); 1985 (\$400,000); 1986 (\$500,000); 1987-1997 (\$600,000); 1998 (\$625,000); 1999 (\$650,000); 2000-2001 (\$675,000); 2002-2003 (\$1,000,000); 2004-2005 (\$1,500,000); 2006-2008 (\$2,000,000); 2009 (\$3,500,000); and 2010 (no estate tax).

NOTE: The title of this table has been changed from "Estate Tax Returns as a Percentage of Adult Deaths," in previous published versions, to "Taxable Estate Tax Returns as a Percentage of Adult Deaths." However, the data contained in the table have not changed.

SOURCE: Data are shown only for years for which *Statistics of Income* data are available. For years after 1953, *Statistics of Income--Estate Tax Returns; Estate and Gift Tax Returns*; or *Fiduciary, Estate, and Gift Tax Returns*, depending on the year, and *Statistics of Income Bulletin*, various issues; also unpublished tabulations for certain years. For years prior to 1954, *Statistics of Income--Part I*. Adult deaths are from the Centers for Disease Control and Prevention, National Center for Health Statistics, U.S. Department of Health and Human Services, *Vital Statistics of the United States, Report Number 11, Supplement 2, Table 2*, annual and *National Vital Statistics Report, Volume 50, Number 15, September 2002, Table 3, Volume 52, Number 3, September 2003, Table 3*, and *Volume 53*,

## Notes to Selected Historical and Other Data Tables

Number 5, October 2004. See also “General notations and statements,” preceding the footnotes section.

**Table 18**

[1] Includes not only taxes collected by the Internal Revenue Service (IRS) but, starting in Fiscal Year 1988 and the second quarter of Fiscal Year 1991, excise taxes collected by the Alcohol and Tobacco Tax and Trade Bureau (TTB) (formerly the Bureau of Alcohol, Tobacco and Firearms [ATF]) and the Customs Service, respectively. These excise taxes were formerly administered by IRS. See footnote 4, below, for an explanation of the revisions to the excise tax data, starting with the Summer 1997 issue of the *Bulletin*.

[2] Includes income taxes of estates and trusts which are taxed at the individual income tax rates, but excludes various taxes paid by certain other tax-exempt organizations. These latter organizations are also taxed at individual income tax rates, but, for classification purposes, are included in the corporation income tax collection statistics because the majority of these organizations are subject to the corporation income tax.

Individual income tax collections include that portion of the individual income tax transferred to the Presidential Election Campaign Fund based on elections made by taxpayers on their income tax returns. Presidential election campaign designations and associated amounts are shown in Table 1 for recent calendar-year tax years; designation amounts in recent fiscal years, without regard to tax year, are as follows:

Fiscal year	Millions of dollars
2005	\$53.3
2004	55.9
2003	55.2
2002	67.0
2001	58.1
2000	60.7
1999	61.0
1998	63.3
1997	66.9
1996	66.3
1995	68.5
1994	69.7

1993	27.7
1992	29.6
1991	32.3
1990	32.5
1989	32.3
1988	33.2
1987	33.2

Collections of income tax of estates and trusts in fiscal years, without regard to tax year, are as follows:

Fiscal year	Billions of dollars
2005	\$13.9
2004	10.7
2003	8.4
2002	10.8
2001	17.5
2000	16.7
1999	14.3
1998	14.2
1997	11.2
1996	8.0
1995	5.3
1994	6.2
1993	6.0
1992	6.1
1991	4.8
1990	5.9
1989	6.0
1988	6.5
1987	8.4

[3] Includes various taxes applicable to tax-exempt organizations, including the tax on “unrelated business income.” Such taxes also include the taxes paid by certain tax-exempt trusts at individual income tax rates; however, these taxes were combined with the corporation income tax collections when tabulated. Total taxes collected in recent fiscal years, without regard to tax year, from organizations otherwise tax-exempt are as follows:

Fiscal year	Total	Unrelated business income tax
(Millions of dollars)		
2005	\$623.9	\$457.3
2004	510.7	347.1
2003	386.0	270.4

## Notes to Selected Historical and Other Data Tables

2002	494.5	319.2
2001	652.1	523.3
2000	674.8	553.6
1999	810.8	665.9
1998	689.8	473.2
1997	666.8	484.9
1996	699.9	501.9
1995	484.9	294.3
1994	571.5	372.4
1993	342.7	173.6
1992	379.5	181.6
1991	288.2	155.6
1990	304.0	127.9
1989	271.4	115.6
1988	284.0	137.5
1987	244.3	119.9

- [4] Data shown for the Alcohol and Tobacco Tax and Trade Bureau (TTB) (formerly the Bureau of Alcohol, Tobacco and Firearms [ATF]) also include data for the Customs Service. To preserve the historical time series interrupted by transferring collection of the manufacturers' excise taxes paid on alcohol and tobacco and of the manufacturers' excise taxes on recreational products for the taxes paid on firearms from IRS to TTB, starting in July 1987 and January 1991, respectively, the combined excise taxes for these two Treasury agencies are shown in Table 18 alongside the IRS excise tax collections, for fiscal years beginning with 1988. They have also been added to the total tax collections reported by IRS to show a grand total of all Treasury Department tax collections (with the exception of a cargo excise tax collected by the Customs Service).

Although responsibility for the administration of alcohol and tobacco excise taxes was transferred to the Alcohol and Tobacco Tax and Trade Bureau (TTB) and the Customs Service, effective July 1, 1987, i.e., with the beginning of the fourth quarter of Fiscal Year 1987, the taxes collected were treated as Internal Revenue Service tax collections (column 4) through September 30, 1987, i.e., through the end of the fourth quarter of Fiscal Year 1987, rather than as TTB/Customs collections (column 5), as a transitional measure.

- [5] Employment taxes include:

- (a) Old-Age, Survivors, Disability, and Hospital Insurance (OASDHI) taxes, i.e., Social Security taxes, levied on salaries and wages (under the Federal Insurance Contributions Act, FICA). Amounts collected in recent fiscal years are as follows:

Fiscal year	Billions of dollars
2005	\$716.9
2004	664.9
2003	647.9
2002	639.7
2001	634.2
2000	593.3
1999	555.3
1998	513.9
1997	484.0
1996	455.2
1995	394.4
1994	409.6
1993	381.1
1992	365.2
1991	349.3
1990	336.3
1989	317.8
1988	289.9
1987	252.6

- (b) Social Security taxes levied on "self-employment income" (under the Self-Employment Insurance Contributions Act, SECA). Amounts collected in recent fiscal years are as follows:

Fiscal year	Billions of dollars
2005	\$43.1
2004	41.2
2003	37.1
2002	37.1
2001	36.3
2000	34.6
1999	32.2
1998	32.6
1997	34.0
1996	26.9
1995	60.9
1994	24.4

## Notes to Selected Historical and Other Data Tables

1993	20.6
1992	24.4
1991	25.5
1990	21.3
1989	19.0
1988	17.7
1987	14.0

- (c) unemployment insurance taxes (under the Federal Unemployment Tax Act, FUTA). Amounts collected in recent fiscal years are as follows:

Fiscal year	Billions of dollars
2005	\$6.9
2004	6.7
2003	6.6
2002	6.7
2001	7.1
2000	7.0
1999	6.7
1998	6.5
1997	6.2
1996	6.0
1995	5.8
1994	5.6
1993	5.6
1992	5.8
1991	5.5
1990	5.5
1989	4.7
1988	6.2
1987	6.2

- (d) Railroad Retirement (carriers) tax. Amounts collected in recent fiscal years are as follows:

Fiscal year	Billions of dollars
2005	\$4.5
2004	4.4
2003	4.4
2002	4.6
2001	4.7
2000	4.8
1999	4.5
1998	4.8
1997	4.4
1996	4.3
1995	4.3

1994	4.2
1993	4.3
1992	4.4
1991	4.2
1990	4.2
1989	4.1
1988	4.3
1987	4.2

NOTES: In general, collections represent the gross amounts before refunds and include (a) amounts paid with the tax return, (b) amounts paid prior to filing the return, as applicable (income tax withheld by employers and "estimated tax" payments), and (c) amounts paid subsequent to filing the return (chiefly the result of initial IRS administrative return processing or later examination and enforcement activities). Collections also include interest and penalties, but do not reflect any revisions to the IRS data for specific fiscal years made after the close of the fiscal year. Instead, revisions are reflected in the data for the later fiscal year in which the revision was made. However, revisions to the Alcohol and Tobacco Tax and Trade Bureau (TTB) (formerly the Bureau of Alcohol, Tobacco and Firearms [ATF]) and Customs Service excise tax collections are treated differently. See the "Notes" to Table 21.

Collection statistics reported by the Internal Revenue Service are not altogether comparable to those published by the Financial Management Service, also in the Treasury Department, because of timing differences resulting from the definitions each agency uses. The Internal Revenue Service counts the monies as they are received (to reflect the status of its tax collection operation); the Financial Management Service counts these amounts as received, but only after discrepancies (such as between what the employer reports as tax withheld and the amount actually withheld) are resolved. Also, the Financial Management Service classifies the tax collected according to the Federal Budget account to which the tax receipts are assigned.

For purposes of Table 18 (and to facilitate comparisons with Table 21), the grand totals of all excise taxes were obtained by accumulating data from the *Treasury Monthly Statement*. See also the citation under "Source," below. Totals for excise taxes collected by IRS were then subtracted from these grand totals to

## Notes to Selected Historical and Other Data Tables

derive the combined totals shown as having been collected by the TTB and the Customs Service. This subtraction is not precise because of definitional differences between the two agencies.

SOURCE: U.S. Department of the Treasury, Internal Revenue Service, *Internal Revenue Service Data Book* and Chief Financial Officer, Office of Finance, Revenue Accounting Division, Office of Revenue Systems; and Financial Management Service, *Monthly Statement on Receipts and Outlays of the United States Government*, monthly.

**Table 19**

- [1] Even though the Alcohol and Tobacco Tax and Trade Bureau (TTB) (formerly the Bureau of Alcohol, Tobacco and Firearms [ATF]) and the Customs Service have had responsibility for collecting and refunding excise taxes on alcohol and tobacco since July 1987 and of excise taxes on firearms since January 1991, the Internal Revenue Service (IRS) continues to be responsible for the recording of refunds of these taxes. Consequently, IRS statistics for excise tax refunds include refunds made by TTB and the Customs Service in years subsequent to the dates on which organizational responsibility was transferred. In contrast, TTB and Customs Service excise tax collections are recorded by these two Treasury agencies and are, therefore, shown separately in Table 18 under the heading, Alcohol and Tobacco Tax and Trade Bureau. See also footnote 4.
- [2] Includes special statutory refunds and refunds of taxes paid on the “unrelated business income” of certain tax-exempt trusts. Also, to preserve the year-to-year comparability of the historical series, individual income tax refund data have been revised, as necessary, starting with 1996, to include net refunds due to the “earned income credit” in addition to overpayment and other refunds. This credit is already reflected in the refund statistics for previous years. Therefore, refund data may not always agree with those presented in the annual *Internal Revenue Service Data Book*, for certain years starting with 1996,

although, conceptually, they agree with refund data published in the Treasury Department’s *Monthly Statement of Receipts and Outlays of the United States Government*. See also the citation under “Source,” below.

Individual income tax refunds are net of offsets under laws that require the Department of the Treasury to act as collecting agent for delinquent payments owed various U.S. Government agencies under specific programs. See Table 20 (which, however, is by calendar year rather than by fiscal year).

- [3] Includes refunds of taxes on the “unrelated business income” of tax-exempt organizations, except for certain trusts.
- [4] See footnote 1. Also, as further explained in the “Notes” to Table 21, taxpayers can offset certain refundable excise tax payments against the tax of subsequent time periods and claim certain other refunds as a credit against income tax; however, these amounts are not reflected in the excise tax refund statistics.
- [5] The kinds of employment taxes subject to refund are listed in Table 18, footnote 5.

NOTE: Refund data include interest paid on the refunds by IRS or the Alcohol and Tobacco Tax and Trade Bureau (TTB) (formerly the Bureau of Alcohol, Tobacco and Firearms [ATF]) as shown below. See also the “Notes” to Table 18.

Fiscal year	Total	Individuals	Corporations
	(Billions of dollars)		
2005	\$6.1	\$.5	\$5.5
2004	5.1	.4	4.6
2003	3.3	.5	2.6
2002	4.2	.6	3.4
2001	2.7	.5	2.0
2000	2.6	.6	2.0
1999	2.7	.4	2.2
1998	2.6	.3	2.1
1997	2.4	.4	1.8
1996	2.2	.3	1.6
1995	2.7	.4	1.7
1994	3.1	.3	2.3
1993	2.1	.4	1.6
1992	3.2	.4	2.1

## Notes to Selected Historical and Other Data Tables

1991	2.8	.5	2.0
1990	2.4	.5	1.4
1989	1.8	.5	n.a.
1988	1.7	.4	n.a.
1987	2.0	.4	n.a.

SOURCE: U.S. Department of the Treasury, Internal Revenue Service, *Internal Revenue Service Data Book* and Chief Financial Officer, Office of Finance, Revenue Accounting Division, Office of Revenue Systems.

**Table 20**

- [1] Represents repayments to specific Federal agencies (or State treasuries) for debts, such as student loans, mortgage and loan foreclosures, dishonored checks, and overpayments of benefits. There was no refund offset program prior to Fiscal Year 1982. Data are shown by year in which the offset was made, regardless of tax year.
- Starting January 1999, the IRS tax refund offset program was merged into the Treasurywide offset program. This combined U.S. Government debt collection program is administered by the Financial Management Service (FMS), Department of the Treasury. (The sharp increase in tax refund offsets, starting with 1999--to \$2.6 billion in 1999--was attributed by FMS to (1) system enhancements which include offset matching on the Social Security numbers of both husbands and wives as reported on joint individual income tax returns, (2) increased debt referrals for child support and Federal non-tax debt, (3) system flexibility allowing creditor agencies to add and update debt records on a continuous basis, and (4) increases in the average number and amount of tax refund payments due in part to new tax credits. For additional information, see U.S. Department of the Treasury, Financial Management Service, *Annual Report to the Congress: U.S. Government Debt Collection Activities of Federal Agencies*, Fiscal Year 1999.)
- [2] After 1990, number of offsets includes adjustments for injured spouse claims filed with the original tax return.
- [3] For all years, data exclude fees charged by the Internal Revenue Service or the Financial Manage-

ment Service. For years preceding 1999, data by program or Federal agency represent the net amounts offset against refunds, after injured spouse claims and other types of reversals. Starting with 1999, the totals by program or Federal agency are the gross amounts before injured spouse claims and other types of reversals, with the reversals shown separately as summarized totals.

- [4] From 1992 through 1994, the Social Security Administration (SSA) participated in the refund offset program as part of the Department of Health and Human Services (HHS), but, starting in 1995, SSA became an independent agency. Nevertheless, SSA refund offsets are shown separately for all these years, and are not included in the HHS totals for 1992-1994.
- [5] Represents repayments to State treasuries for funds disbursed to families receiving State assistance and for funds distributed under the Temporary Assistance for Needy Families (TANF) program, before 1997 known as the Aid to Families with Dependent Children (AFDC) program.
- [6] Represents repayments to State treasuries for distribution to custodial parents (non-TANF). See also footnote 5, above.
- [7] Before 1996, known as the Public Health Service.
- [8] Includes affiliated exchange services.

SOURCE: U.S. Department of the Treasury. For years starting with 1999, Financial Management Service. For previous years, Internal Revenue Service.

**Table 21**

- [1] Tax "liability" statistics also include "collections" of the use tax on heavy highway vehicles and of the "crude oil windfall profit tax." See also the "Notes" below.
- [2] Represents aggregates for two or more specific taxes for which amounts have either been combined or are not available separately.
- [3] This tax is in addition to the regular tax on gasoline.

## Notes to Selected Historical and Other Data Tables

[4] Data for this and certain other taxes are combined and included in the totals for excise taxes “unclassified,” shown below in Table 21. Data for the specific taxes were not separately tabulated.

[5] Based on information obtained from Forms 990-PF as recorded by the Tax Exempt/Government Entities Returns Inventory and Control System (RICS). Excludes data from nonexempt charitable trusts and foreign private foundations that file Form 990-PF.

[6] Based on information obtained from Forms 4720 as recorded by the Tax Exempt/Government Entities Returns Inventory and Control System (RICS). Includes data for initial taxes on self-dealing, required distributions, excess business holdings, jeopardizing investments, and taxable expenditures as reported on Forms 4720 filed by organizations, other than nonexempt charitable trusts, that were also required to file Form 990-PF.

[7] The flight segment charged for nonrural airports changed, effective January 1, 2005. The domestic flight segment increased from \$3.10 to \$3.20 per person. The 7.5-percent rate is still in effect. There is no flight segment tax on rural airports.

[8] The taxes on the use of international air facilities changed, effective January 1, 2005. The rate increased from \$13.70 to \$14.10 per person. For domestic flight segments beginning or ending in Alaska or Hawaii, the rate increased from \$6.90 to \$7.00.

[9] Includes excise taxes collected through the Federal Tax Deposit (FTD) system, which the Internal Revenue Service had not yet classified by type of excise tax. Classification is based on returns filed in the quarter following tax payment. Negative amounts for “unclassified” taxes result from subsequent classification of the previously unclassified taxes. See also the “Notes,” below.

[10] Tax “liability” statistics shown for the Customs Service/Alcohol and Tobacco Tax and Trade Bureau (TTB) include tax “collections” on imported items for which the Customs Service is responsible. See also the “Notes,” below.

[11] Taxes shown for the different types of domestic tobacco products are before post-filing tax adjustments. Therefore, the statistics by type of tax for domestic tobacco products will not add to the total tax on domestic tobacco products, which is after these adjustments. For additional information, see the “Notes,” below, under “Statistics on Excise Taxes Administered by the Alcohol and Tobacco Tax and Trade Bureau (TTB) and the Customs Service.”

NOTES: Grand totals for taxes shown for the Internal Revenue Service (IRS), the Alcohol and Tobacco Tax and Trade Bureau (TTB) (formerly the Bureau of Alcohol, Tobacco and Firearms [ATF]), and the Customs Service represent tax “collections.” (Fees for the Harbor Maintenance tax treated as excise taxes under the Internal Revenue Code are also collected by the Customs Service, but are excluded from Table 21 for consistency with the excise tax definitions and totals published in the Federal Budget.)

For the grand totals, collections rounded to millions of dollars are all that are available. In general, amounts shown are the gross amounts, i.e., before refunds. However, as explained below, refunds are sometimes claimed as a credit against the tax reported on the excise tax return of a subsequent quarter so that, to this extent, the data are after refunds.

“Floor stocks taxes” are shown separately in Table 21 because they are nonrecurring. They are generally imposed on holders of inventories on the date a new excise tax is imposed or a tax rate increased.

Total collections represent tax payments made during the indicated fiscal year (or quarter), either through: (a) the semimonthly tax deposits required of most taxpayers with significant excise tax liabilities using Federal Tax Deposit (FTD) coupons, in the case of taxes collected by IRS, or Electronic Funds Transfers (EFT’s), in the case of taxes collected by TTB/Customs, or (b) payments attached to quarterly excise tax returns.

Statistics for both the total for taxes administered by the IRS and the taxes by type of tax represent tax “collections” (see below). Also, statistics on the types of tax take into account the normal lag that exists between the time most taxes are collected (through

## Notes to Selected Historical and Other Data Tables

FTD's, the means by which most excise taxes are collected), and the recording of tax liabilities by type of tax as reported on excise tax returns and "certified" by IRS, as described below. For additional information, see the notes to Table 20, *Statistics of Income Bulletin*, Fall 1998, Volume 18, Number 2, and also, "Federal Excise Taxes, Fiscal Years 1994 and 1995," Fall 1996, Volume 16, Number 2.

a. Statistics on excise taxes administered by the Internal Revenue Service:

Corrections to the IRS data are reflected in the quarter(s) and year in which the corrections were made, rather than in the data for the quarter(s) and year in which the original tax liability arose (unlike the TTB /Customs data). The certified tax is net of refund credits reported on excise tax returns, not only for this reason, but for conformity with the Internal Revenue Code. As examples, tax can be offset for commodities exported that were previously taxed (exports are usually nontaxable), or for the sale of previously-taxed gasoline to a State or local government (or, in the case of TTB taxes, for alcohol used for a nonbeverage purpose). Other taxpayers apply directly for refunds and, for some of the taxes, are allowed to claim refunds by means of a credit against income tax. Because such refundable amounts were not reported on the excise tax return, they are not reflected in the Table 21 totals. (Other corrections to the IRS data for certain specific taxes are assumed to be due to misclassification and have been adjusted for as additions (or subtractions) to "Unclassified IRS taxes.")

b. Statistics on excise taxes administered by the Alcohol and Tobacco Tax and Trade Bureau (TTB)/ and the Customs Service:

Excise taxes on alcoholic beverages and tobacco products are collected by both Customs Service (on imports) and TTB (on domestic production). Taxes on firearms and certain occupational taxes are also collected by TTB. So, TTB statistics represent tax "collections" on domestic alcohol and tobacco productions, as well as tax "collections" on firearms and certain occupations. By contrast, the tax statistics for the detailed types of taxes on

domestic tobacco products are tax "liabilities".

The grand totals for TTB and Customs Service tax "collections," as presented in Table 21, are residual amounts. They were derived by subtracting total IRS tax collections, which are available before most refunds, from the grand total of all excise tax gross collections reported in the *Monthly Treasury Statement*, rounded to millions of dollars, as shown at the beginning of Table 21. This subtraction is not precise because of definitional differences between IRS and TTB or Customs Service.

In Table 21, TTB data have been rearranged so that tax liabilities are matched with tax collections in that same quarter. Previously, tax liabilities arising in a given quarter were not directly related to reported tax collections during that same quarter. Also, as previously noted, TTB amounts are often revised slightly as late returns are processed or post-filing adjustments are made to the tax. As a result, tax reported for prior periods is updated on a continuing basis, although the updated prior-year collections data are actually retabulated only for the one, most recent, prior year. Retabulated post-filing tax revisions for these earlier years are included for the first time in Table 21 of the Spring 2002 issue of the *Bulletin* and affect previously published data for fiscal years, beginning with 1996.

However, as stated in footnote 11, above, post-filing revisions to the data for the immediately preceding fiscal year are not available for the detailed types of taxes on domestic tobacco products. Therefore, because revisions are available and are reflected in the total presented as the sum of these taxes, adding up the (unrevised) detail by type of tax will not yield the (revised) total.

SOURCE: U.S. Department of the Treasury, Financial Management Service, *Monthly Treasury Statement of Receipts and Outlays of the United States Government*; Alcohol and Tobacco Tax and Trade Bureau, *Statistical Release: Alcohol, Tobacco and Firearms Tax Collections*, quarterly (this release also includes data for the Customs Service), and previously unpublished special tabulations; Internal Revenue Service, *Internal*

## Notes to Selected Historical and Other Data Tables

*Revenue Service Data Book*, and its predecessor, *Annual Report, Commissioner and Chief Counsel, Internal Revenue Service*; also Chief Financial Officer, Office of Finance, Revenue Accounting Division, Office of Revenue Systems, *Internal Revenue Report of Excise Taxes*. Also see Francis, Brian D., “Federal Excise Taxes, Including the Slow Death of Expired Taxes,” *Statistics of Income Bulletin*, Summer 1999, Volume 19, Number 1. Also see Henry, Eric, “Excise Taxes and the Airport and Airway Trust Fund, 1970-2002” *Statistics of Income Bulletin*, Winter 2004, Volume 23, Number 3. For additional information about the process used to match quarterly excise tax “collections” with excise tax “liabilities” as reported on quarterly excise tax returns, see the “Notes” to Table 20 in the Fall 1998 (Volume 18, Number 2) issue of the *Statistics of Income Bulletin*.

### Table 22

- [1] Form 1040 is the “long form,” and Form 1040A is one of the two “short forms.” Starting with Calendar Year 1991, use of Form 1040A was expanded to reflect provisions designed to facilitate usage by elderly taxpayers. Prior to 1994, Form 1040EZ, the other “short form” (introduced in 1983), was for single taxpayers with no dependents; starting in 1994, certain married taxpayers with no dependents could also use this form. The types of income that could be reported on Form 1040EZ were also expanded, starting in 1996, to include unemployment compensation. Form 1040PC, introduced in 1992 and discontinued after 2000, was the equivalent of a “paper” Form 1040, 1040A, or 1040EZ return for which an IRS-approved computer software-generated compressed format was used. Schedule C is for reporting nonfarm sole proprietorship business profits, and Schedule F is for reporting farm sole proprietorship business profits.

Starting with Calendar Year 1986, the reported data for total Forms 1040, 1040A, 1040EZ, and 1040PC returns, as well as the totals for nonbusiness and business Form 1040 returns with Schedules C or F attached, are comprised of “paper” returns, plus “standard” electronically-filed (“e-file”) returns. Standard e-file returns

are filed by authorized third parties, such as paid preparers and, starting in 1994, approved “online” tax filing companies, as well. For 1992 through 2005, the electronically-filed totals also include returns filed by touch-tone telephone (“TeleFile”). IRS discontinued Telefile after 2005.

The last category under individual income tax returns is comprised of Form 1040C (departing alien) for filing years preceding 1992; 1040NR (nonresident alien); 1040PR (self-employment tax, Puerto Rico); and 1040SS (self-employment tax, U.S. Virgin Islands, Guam, American Samoa, and the Northern Mariana Islands). Amended returns filed on Form 1040X are excluded.

- [2] Form 1120 is the basic corporation income tax return. Form 1120A is the “short form” (introduced in Calendar Year 1985; filers formerly used Form 1120). Form 1120S is for S corporations (certain qualifying corporations electing to be taxed through shareholders). “Other” includes Forms 1120-F (most foreign companies with U.S. income); Forms 1120-L (domestic and foreign life insurance companies), which are combined with Form 1120 statistics for years before 1995; Forms 1120POL (certain political associations); Forms 1120-H (homeowners’ associations); Forms 1120-FSC (Foreign Sales Corporations, or FSC’s), starting in 1986; Forms 1120-REIT (Real Estate Investment Trusts) and 1120-RIC (Regulated Investment Companies), starting in 1988 (filers formerly used Form 1120); and Forms 1120-PC (Property and Casualty Insurance Companies), starting in 1987 (filers formerly used Forms 1120 or 1120M, described below). “Other” also includes Form 1120DF (for nuclear decommissioning trust funds and related persons), starting in 1988; these funds were then included on Form 1120SF (for certain settlement funds), starting in 1994; and, for years before 1988, Form 1120M (now discontinued) for most mutual nonlife insurance companies that now file Form 1120 or 1120-PC (and are included in the statistics for Form 1120 in the years preceding 1988). “Other” excludes Form 1120-DISC for Domestic International Sales Corporations, which were discontinued and mostly replaced by FSC’s (see above); and Form

## Notes to Selected Historical and Other Data Tables

1120 IC-DISC for Interest-Charge Domestic International Sales Corporations (which was used by certain other DISC's after 1985). Amended returns filed on Form 1120X are excluded.

- [3] Includes Form 1065B for certain large partnerships, starting in 1999.
- [4] Form 1041 is the regular income tax return filed for estates and trusts. For 1990, includes former Form 1041S (short form).
- [5] Form 706 is the regular estate tax return; Form 706NA is for U.S. estates of nonresident aliens; Forms 706 GS(D) and 706 GS(T) are for estate tax returns for which the generation-skipping transfer tax applies to distributions and to trust terminations, respectively.
- [6] Form 990 is for tax-exempt organizations, except private foundations (Form 990-PF). Form 990EZ is the short form. Form 990-T is the income tax return filed for businesses conducted by tax-exempt organizations. Form 990-C is for farmers' co-operatives. Form 4720 is for computing the special excise taxes applicable to certain private foundations, and Form 5227 is for split-interest trusts treated as private foundations.
- [7] Form 940 is the annual unemployment (FUTA) tax return filed by employers; Form 940PR is used by employers in Puerto Rico; and Form 940EZ is a shorter version of Form 940. Form 941 is the employer's quarterly return for income tax withheld; Form 941PR is used by employers in Puerto Rico; and Form 941SS, by employers in the U.S. Virgin Islands, Guam, American Samoa, and the Northern Mariana Islands. Form 943 is filed to report income tax withheld by employers for agricultural employees. Form 943PR is used by employers in Puerto Rico. "Other" includes Form 945 (annual tax withholding from non-payroll distributions), included in 1995 and subsequent years; Form 942 (quarterly return for household employees) and Form 942PR (quarterly return for household employees filed by Puerto Rico employers), both discontinued after 1995; Form CT-1 (annual Railroad Retirement and Unemployment Tax Return); and

Form 944 (Employers Annual Employment Tax Return) starting in Calendar Year 2007.

- [8] Form 720 is the IRS quarterly excise tax return. Form 2290 is the IRS return used to report heavy highway vehicle use tax. "Other" includes Form 730 (tax on wagering); Form 11C (occupational tax and registration return for wagering). (Excise tax returns exclude those now filed with the Alcohol and Tobacco Tax and Trade Bureau (TTB), (formerly the Bureau of Alcohol, Tobacco, Firearms, and Explosives [ATF]), and the Customs Service.)

SOURCE: U.S. Department of the Treasury, Internal Revenue Service, Office of Research, Analysis, and Statistics, Office of Research, Projections and Forecasting Group.

### Table 23

- [1] The number of returns with paid preparer signature are revised for Tax Year 2003.
- [2] The number of returns with paid preparer signature are preliminary for Tax Year 2004.
- [3] Number of returns with a paid preparer signature is based on the sample used for *Statistics of Income--Individual Income Tax Returns*.
- [4] Data on electronically-filed returns are included in the counts of Form 1040 returns, shown above in Table 23, for all years. Data are based on the full SOI samples of returns filed throughout the entire year.
- [5] Data on IRS taxpayer assistance programs are actually for the fiscal year. Assistance rendered in a given fiscal year may be associated with returns due on April 15 of that fiscal year and is, therefore, for the tax year ending with the previous December. Thus, data in Table 23 on taxpayer assistance, for example, shown as for Tax Year 2004, are actually for Fiscal Year 2005.
- [6] The number of outreach taxpayers assisted has increased significantly. This was a result of both expanded partner activity and a revision in this classification. Prior to Tax Year 2001, "Outreach

## Notes to Selected Historical and Other Data Tables

taxpayers assisted” included estimates of both direct (IRS) and indirect (partner) contacts through seminars, training classes, mail-out campaigns, etc.

- [7] Beginning with Tax Year 2002, only return preparation activity was captured and reported for VITA and TCE sites. In prior years, the number of taxpayers assisted through VITA and TCE included the number of questions answered and returns prepared.

NOTE: Data on IRS assistance represent taxpayer contacts, unless indicated. Some taxpayers are contacted more than once. The number of taxpayers assisted (versus those contacted) is not known.

SOURCE: Data on paid preparers were obtained from Statistics of Income and from Assistant Deputy Commissioner, Modernization/Chief Information Officer. Data on IRS assistance were obtained from the *Internal Revenue Service Data Book*.

## Appendix to Selected Historical and Other Data Tables

**Table A.--U.S. Individual Income Tax: Personal Exemptions and Lowest and Highest Bracket Tax Rates, and Tax Base for Regular Tax, Tax Years 1913-2005**

[Amounts are in dollars.]

Tax year	Personal exemptions <sup>1</sup>			Tax rates for regular tax--			
				Lowest bracket		Highest bracket	
	Single persons	Married couples	Dependents	Tax rate <sup>2</sup> (percent)	Taxable income under-- <sup>3</sup>	Tax rate <sup>2</sup> (percent)	Taxable income over-- <sup>3</sup>
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
1913.....	3,000	4,000	N/A	1.0	20,000	7.0	500,000
1914.....	3,000	4,000	N/A	1.0	20,000	7.0	500,000
1915.....	3,000	4,000	N/A	1.0	20,000	7.0	500,000
1916.....	3,000	4,000	N/A	2.0	20,000	15.0	2,000,000
1917.....	1,000	2,000	200	2.0	2,000	67.0	2,000,000
1918.....	1,000	2,000	200	6.0	4,000	77.0	1,000,000
1919.....	1,000	2,000	200	4.0	4,000	73.0	1,000,000
1920.....	1,000	2,000	200	4.0	4,000	73.0	1,000,000
1921.....	1,000	2,500 <sup>4</sup>	400	4.0	4,000	73.0	1,000,000
1922.....	1,000	2,500 <sup>4</sup>	400	4.0	4,000	58.0	200,000
1923.....	1,000	2,500 <sup>4</sup>	400	3.0 <sup>5</sup>	4,000	43.5 <sup>5</sup>	200,000
1924.....	1,000	2,500	400	1.5 <sup>6</sup>	4,000	46.0	500,000
1925.....	1,500	3,500	400	1.125 <sup>7</sup>	4,000	25.0	100,000
1926.....	1,500	3,500	400	1.125 <sup>7</sup>	4,000	25.0	100,000
1927.....	1,500	3,500	400	1.125 <sup>7</sup>	4,000	25.0	100,000
1928.....	1,500	3,500	400	1.125 <sup>8</sup>	4,000	25.0	100,000
1929.....	1,500	3,500	400	0.375 <sup>8</sup>	4,000	24.0	100,000
1930.....	1,500	3,500	400	1.125 <sup>8</sup>	4,000	25.0	100,000
1931.....	1,500	3,500	400	1.125 <sup>8</sup>	4,000	25.0	100,000
1932.....	1,000	2,500	400	4.0	4,000	63.0	1,000,000
1933.....	1,000	2,500	400	4.0	4,000	63.0	1,000,000
1934.....	1,000	2,500	400	4.0 <sup>9</sup>	4,000	63.0	1,000,000
1935.....	1,000	2,500	400	4.0 <sup>9</sup>	4,000	63.0	1,000,000
1936.....	1,000	2,500	400	4.0 <sup>9</sup>	4,000	79.0	5,000,000
1937.....	1,000	2,500	400	4.0 <sup>9</sup>	4,000	79.0	5,000,000
1938.....	1,000	2,500	400	4.0 <sup>9</sup>	4,000	79.0	5,000,000
1939.....	1,000	2,500	400	4.0 <sup>9</sup>	4,000	79.0	5,000,000
1940.....	800	2,000	400	4.4 <sup>9, 10</sup>	4,000	81.1 <sup>10</sup>	5,000,000
1941.....	750	1,500	400	10.0 <sup>9</sup>	2,000	81.0	5,000,000
1942.....	500	1,200	350	19.0 <sup>9</sup>	2,000	88.0	200,000
1943.....	500	1,200	350	19.0 <sup>9</sup>	2,000	88.0	200,000
1944.....	500 <sup>11</sup>	1,000 <sup>11</sup>	500 <sup>11</sup>	23.0	2,000	94.0 <sup>12</sup>	200,000
1945.....	500 <sup>11</sup>	1,000 <sup>11</sup>	500 <sup>11</sup>	23.0	2,000	94.0 <sup>12</sup>	200,000
1946.....	500	1,000	500	19.0 <sup>13</sup>	2,000	86.45 <sup>13</sup>	200,000
1947.....	500	1,000	500	19.0 <sup>13</sup>	2,000	86.45 <sup>13</sup>	200,000
1948.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	16.6 <sup>15</sup>	4,000	82.13 <sup>15</sup>	400,000
1949.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	16.6 <sup>15</sup>	4,000	82.13 <sup>15</sup>	400,000
1950.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	17.4 <sup>16</sup>	4,000	84.36 <sup>16</sup>	400,000
1951.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	20.4	4,000	91.0 <sup>17</sup>	400,000
1952.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	22.2	4,000	92.0 <sup>18</sup>	400,000
1953.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	22.2	4,000	92.0 <sup>18</sup>	400,000
1954.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	20.0	4,000	91.0 <sup>19</sup>	400,000
1955.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	20.0	4,000	91.0 <sup>19</sup>	400,000

See notes at end of this section.

# Appendix to Selected Historical and Other Data Tables

**Table A.--U.S. Individual Income Tax: Personal Exemptions and Lowest and Highest Bracket Tax Rates, and Tax Base for Regular Tax, Tax Years 1913-2005--Continued**

[Amounts are in dollars.]

Tax year	Personal exemptions <sup>1</sup>			Tax rates for regular tax--			
				Lowest bracket		Highest bracket	
	Single persons	Married couples	Dependents	Tax rate <sup>2</sup> (percent)	Taxable income under-- <sup>3</sup>	Tax rate <sup>2</sup> (percent)	Taxable income over-- <sup>3</sup>
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
1956.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	20.0	4,000	91.0 <sup>19</sup>	400,000
1957.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	20.0	4,000	91.0 <sup>19</sup>	400,000
1958.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	20.0	4,000	91.0 <sup>19</sup>	400,000
1959.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	20.0	4,000	91.0 <sup>19</sup>	400,000
1960.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	20.0	4,000	91.0 <sup>19</sup>	400,000
1961.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	20.0	4,000	91.0 <sup>19</sup>	400,000
1962.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	20.0	4,000	91.0 <sup>19</sup>	400,000
1963.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	20.0	4,000	91.0 <sup>19</sup>	400,000
1964.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	16.0	1,000	77.0	400,000
1965.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	14.0	1,000	70.0	200,000
1966.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	14.0	1,000	70.0	200,000
1967.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	14.0	1,000	70.0	200,000
1968.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	14.0	1,000	75.25 <sup>20</sup>	200,000
1969.....	600 <sup>14</sup>	1,200 <sup>14</sup>	600	14.0	1,000	77.0 <sup>21</sup>	200,000
1970.....	625 <sup>14</sup>	1,250 <sup>14</sup>	625	14.0	1,000	71.75 <sup>22</sup>	200,000
1971.....	675 <sup>14</sup>	1,350 <sup>14</sup>	675	14.0	1,000	70.0 <sup>23</sup>	200,000
1972.....	750 <sup>14</sup>	1,500 <sup>14</sup>	750	14.0	1,000	70.0 <sup>24</sup>	200,000
1973.....	750 <sup>14</sup>	1,500 <sup>14</sup>	750	14.0	1,000	70.0 <sup>24</sup>	200,000
1974.....	750 <sup>14</sup>	1,500 <sup>14</sup>	750	14.0 <sup>25</sup>	1,000	70.0 <sup>24, 25</sup>	200,000
1975.....	750 <sup>14, 26</sup>	1,500 <sup>14, 26</sup>	750 <sup>26</sup>	14.0	1,000	70.0 <sup>24</sup>	200,000
1976.....	750 <sup>14, 27</sup>	1,500 <sup>14, 27</sup>	750 <sup>27</sup>	14.0	1,000	70.0 <sup>24</sup>	200,000
1977.....	750 <sup>14, 27</sup>	1,500 <sup>14, 27</sup>	750 <sup>27</sup>	14.0 <sup>28</sup>	3,200 <sup>28</sup>	70.0 <sup>24</sup>	203,200
1978.....	750 <sup>14, 27</sup>	1,500 <sup>14, 27</sup>	750 <sup>27</sup>	14.0 <sup>28</sup>	3,200 <sup>28</sup>	70.0 <sup>24</sup>	203,200
1979.....	1,000 <sup>14</sup>	2,000 <sup>14</sup>	1,000	14.0 <sup>28</sup>	3,400 <sup>28</sup>	70.0 <sup>24</sup>	215,400
1980.....	1,000 <sup>14</sup>	2,000 <sup>14</sup>	1,000	14.0 <sup>28</sup>	3,400 <sup>28</sup>	70.0 <sup>24</sup>	215,400
1981.....	1,000 <sup>14</sup>	2,000 <sup>14</sup>	1,000	13.825 <sup>28, 29</sup>	3,400 <sup>28</sup>	69.125 <sup>24, 29</sup>	215,400
1982.....	1,000 <sup>14</sup>	2,000 <sup>14</sup>	1,000	12.0 <sup>28</sup>	3,400 <sup>28</sup>	50.0	85,600
1983.....	1,000 <sup>14</sup>	2,000 <sup>14</sup>	1,000	11.0 <sup>28</sup>	3,400 <sup>28</sup>	50.0	109,400
1984.....	1,000 <sup>14</sup>	2,000 <sup>14</sup>	1,000	11.0 <sup>28</sup>	3,400 <sup>28</sup>	50.0	162,400
1985.....	1,040 <sup>14, 30</sup>	2,080 <sup>14, 30</sup>	1,040 <sup>30</sup>	11.0 <sup>28</sup>	3,540 <sup>28, 31</sup>	50.0	169,020 <sup>31</sup>
1986.....	1,080 <sup>14, 30</sup>	2,160 <sup>14, 30</sup>	1,080 <sup>30</sup>	11.0 <sup>28</sup>	3,670 <sup>28, 31</sup>	50.0	175,250 <sup>31</sup>
1987.....	1,900 <sup>30</sup>	3,800 <sup>30</sup>	1,900 <sup>30</sup>	11.0	3,000 <sup>31</sup>	38.5	90,000 <sup>31</sup>
1988.....	1,950 <sup>30, 32, 33</sup>	3,900 <sup>30, 32, 33</sup>	1,950 <sup>30, 32, 33</sup>	15.0 <sup>34, 35</sup>	29,750 <sup>31, 35</sup>	28.0 <sup>34, 35</sup>	29,750 <sup>31, 35</sup>
1989.....	2,000 <sup>30, 32, 33</sup>	4,000 <sup>30, 32, 33</sup>	2,000 <sup>30, 32, 33</sup>	15.0 <sup>34, 35</sup>	30,950 <sup>31, 35</sup>	28.0 <sup>34, 35</sup>	30,950 <sup>31, 35</sup>
1990.....	2,050 <sup>30, 32, 33</sup>	4,100 <sup>30, 32, 33</sup>	2,050 <sup>30, 32, 33</sup>	15.0 <sup>34, 35</sup>	32,450 <sup>31, 35</sup>	28.0 <sup>34, 35</sup>	32,450 <sup>31, 35</sup>
1991.....	2,150 <sup>30, 32</sup>	4,300 <sup>30, 32</sup>	2,150 <sup>30, 32</sup>	15.0	34,000 <sup>31</sup>	31.0	82,150 <sup>31</sup>
1992.....	2,300 <sup>30, 32</sup>	4,600 <sup>30, 32</sup>	2,300 <sup>30, 32</sup>	15.0	35,800 <sup>31</sup>	31.0	86,500 <sup>31</sup>
1993.....	2,350 <sup>30, 32</sup>	4,700 <sup>30, 32</sup>	2,350 <sup>30, 32</sup>	15.0	36,900 <sup>31</sup>	39.6	250,000 <sup>31</sup>
1994.....	2,450 <sup>30, 32</sup>	4,900 <sup>30, 32</sup>	2,450 <sup>30, 32</sup>	15.0	38,000 <sup>31</sup>	39.6	250,000 <sup>31</sup>
1995.....	2,500 <sup>30, 32</sup>	5,000 <sup>30, 32</sup>	2,500 <sup>30, 32</sup>	15.0	39,000 <sup>31</sup>	39.6	256,500 <sup>31</sup>
1996.....	2,550 <sup>30, 32</sup>	5,100 <sup>30, 32</sup>	2,550 <sup>30, 32</sup>	15.0	40,100 <sup>31</sup>	39.6	263,750 <sup>31</sup>
1997.....	2,650 <sup>30, 32</sup>	5,300 <sup>30, 32</sup>	2,650 <sup>30, 32</sup>	15.0	41,200 <sup>31</sup>	39.6	271,050 <sup>31</sup>
1998.....	2,700 <sup>30, 32</sup>	5,400 <sup>30, 32</sup>	2,700 <sup>30, 32</sup>	15.0	42,350 <sup>31</sup>	39.6	278,450 <sup>31</sup>
1999.....	2,750 <sup>30, 32</sup>	5,500 <sup>30, 32</sup>	2,750 <sup>30, 32</sup>	15.0	43,050 <sup>31</sup>	39.6	283,150 <sup>31</sup>
2000.....	2,800 <sup>30, 32</sup>	5,600 <sup>30, 32</sup>	2,800 <sup>30, 32</sup>	15.0 <sup>36</sup>	43,850 <sup>31</sup>	39.6 <sup>36</sup>	288,350 <sup>31</sup>
2001.....	2,900 <sup>30, 32</sup>	5,800 <sup>30, 32</sup>	2,900 <sup>30, 32</sup>	10.0 <sup>37</sup>	6,000 <sup>31, 38</sup>	39.1 <sup>37</sup>	297,350 <sup>31, 38</sup>
2002.....	3,000 <sup>30, 32</sup>	6,000 <sup>30, 32</sup>	3,000 <sup>30, 32</sup>	10.0	12,000 <sup>31</sup>	38.6	307,050 <sup>31</sup>
2003.....	3,050 <sup>30, 32</sup>	6,100 <sup>30, 32</sup>	3,050 <sup>30, 32</sup>	10.0	14,000 <sup>31</sup>	35.0	311,950 <sup>31</sup>
2004.....	3,100 <sup>30, 32</sup>	6,200 <sup>30, 32</sup>	3,100 <sup>30, 32</sup>	10.0	14,300 <sup>31</sup>	35.0	319,100 <sup>31</sup>
2005.....	3,200 <sup>30, 32</sup>	6,400 <sup>30, 32</sup>	3,200 <sup>30, 32</sup>	10.0	14,600 <sup>31</sup>	35.0	326,450 <sup>31</sup>

See notes at end of this section.

## Appendix to Selected Historical and Other Data Tables

**Table B.--U.S. Corporation Income Tax: Tax Brackets and Rates, 1909-2003 <sup>1</sup>**

Year <sup>2</sup>	Taxable income brackets <sup>3</sup>	Rates (percent)
1909-1913 (February 28).....	First \$5,000	--
	Over \$5,000	1.00
1913 (March 1)-1915.....	All taxable income	1.00
1916.....	All taxable income	2.00
1917 <sup>4</sup> .....	All taxable income	6.00
1918 <sup>4</sup> .....	First \$2,000	--
	Over \$2,000	12.00
1919-1921 <sup>4</sup> .....	First \$2,000	--
	Over \$2,000	10.00
1922-1924 <sup>4</sup> .....	First \$2,000	--
	Over \$2,000	12.50
1925.....	First \$2,000	--
	Over \$2,000	13.00
1926-1927.....	First \$2,000	--
	Over \$2,000	13.50
1928.....	First \$3,000	--
	Over \$3,000	12.00
1929.....	First \$3,000	--
	Over \$3,000	11.00
1930-1931.....	First \$3,000	--
	Over \$3,000	12.00
1932-1935 <sup>5</sup> .....	All taxable income	13.75
1936-1937 <sup>5,6</sup> .....	First \$2,000	8.00
	Over \$2,000, not over \$15,000	11.00
	Over \$15,000, not over \$40,000	13.00
	Over \$40,000	15.00
1938-1939 <sup>5</sup> .....	Taxable income \$25,000 or less:	
	First \$5,000	12.50
	Next \$15,000	14.00
	Next \$5,000	16.00
	Taxable income over \$25,000	19.00
1940 <sup>5,7</sup> .....	Taxable income \$31,964.30 or less:	
	First \$5,000	14.85 <sup>8</sup>
	Next \$15,000	16.50 <sup>8</sup>
	Next \$5,000	18.70 <sup>8</sup>
	Next \$6,964.30	38.30 <sup>8</sup>
	Taxable income over \$31,964.30, not over \$38,565.84:	
	First \$5,000	15.40 <sup>8</sup>
	Next \$15,000	16.90 <sup>8</sup>
	Next \$5,000	18.90 <sup>8</sup>
	Next \$13,565.84	36.90 <sup>8</sup>
	Taxable income over \$38,565.84	24.00 <sup>8</sup>
1941 <sup>5,7</sup> .....	Taxable income \$38,461.54 or less:	
	First \$5,000	21.00 <sup>9</sup>
	Next \$15,000	23.00 <sup>9</sup>
	Next \$5,000	25.00 <sup>9</sup>
	Next \$13,461.54	44.00 <sup>9</sup>
	Taxable income over \$38,461.54	31.00 <sup>9</sup>

See notes at the end of this section.

# Appendix to Selected Historical and Other Data Tables

**Table B.--U.S. Corporation Income Tax: Tax Brackets and Rates, 1909-2003 <sup>1</sup>--Continued**

Year <sup>2</sup>	Taxable income brackets <sup>3</sup>	Rates (percent)
1942-1945..... <sup>5, 7</sup>	Taxable income \$50,000 or less: First \$5,000 Next \$15,000 Next \$5,000 Next \$25,000  Taxable income over \$50,000	25.00 <sup>9</sup> 27.00 <sup>9, 10</sup> 29.00 <sup>9, 10</sup> 53.00 <sup>9, 10</sup>  40.00 <sup>9, 10</sup>
1946-1949.....	Taxable income \$50,000 or less: First \$5,000 Next \$15,000 Next \$5,000 Next \$25,000  Taxable income over \$50,000	21.00 <sup>9</sup> 23.00 <sup>9</sup> 25.00 <sup>9</sup> 53.00 <sup>9, 10</sup>  38.00 <sup>9, 10</sup>
1950..... <sup>11</sup>	First \$25,000 Over \$25,000	23.00 42.00 <sup>10</sup>
1951..... <sup>11</sup>	First \$25,000 Over \$25,000	28.75 <sup>12</sup> 50.75 <sup>12</sup>
1952-1963..... <sup>11</sup>	First \$25,000 Over \$25,000	30.00 <sup>13</sup> 52.00 <sup>13</sup>
1964.....	First \$25,000 Over \$25,000	22.00 50.00 <sup>13</sup>
1965-1967.....	First \$25,000 Over \$25,000	22.00 48.00 <sup>13</sup>
1968-1969..... <sup>14</sup>	First \$25,000 Over \$25,000	24.20 <sup>15</sup> 52.80 <sup>13, 15</sup>
1970..... <sup>14</sup>	First \$25,000 Over \$25,000	22.55 <sup>16</sup> 49.20 <sup>16, 17</sup>
1971-1974..... <sup>14</sup>	First \$25,000 Over \$25,000	22.00 48.00 <sup>18</sup>
1975-1978..... <sup>14</sup>	First \$25,000 \$25,000-\$50,000 Over \$50,000	20.00 22.00 48.00 <sup>19</sup>
1979-1981..... <sup>14</sup>	First \$25,000 \$25,000-\$50,000 \$50,000-\$75,000 \$75,000-\$100,000 Over \$100,000	17.00 20.00 30.00 <sup>20</sup> 40.00 <sup>20</sup> 46.00 <sup>20</sup>
1982..... <sup>14</sup>	First \$25,000 \$25,000-\$50,000 \$50,000-\$75,000 \$75,000-\$100,000 Over \$100,000	16.00 19.00 30.00 <sup>20</sup> 40.00 <sup>20</sup> 46.00 <sup>20</sup>
1983..... <sup>14, 21</sup>	First \$25,000 \$25,000-\$50,000 \$50,000-\$75,000 \$75,000-\$100,000 Over \$100,000	15.00 18.00 30.00 <sup>20</sup> 40.00 <sup>20</sup> 46.00 <sup>20</sup>
1984-1986..... <sup>14</sup>	First \$25,000 \$25,000-\$50,000 \$50,000-\$75,000 \$75,000-\$100,000 \$100,000-\$1,000,000 \$1,000,000-\$1,405,000 Over \$1,405,000	15.00 18.00 30.00 <sup>20</sup> 40.00 <sup>20</sup> 46.00 <sup>20</sup> 51.00 <sup>20</sup> 46.00 <sup>20</sup>

See notes at the end of this section.

## Appendix to Selected Historical and Other Data Tables

**Table B.--U.S. Corporation Income Tax: Tax Brackets and Rates, 1909-2003 <sup>1</sup>--Continued**

Year <sup>2</sup>	Taxable income brackets <sup>3</sup>	Rates (percent)
1987 <sup>22, 23</sup> .....	First \$25,000	15.00
	\$25,000-\$50,000	16.50
	\$50,000-\$75,000	27.50
	\$75,000-\$100,000	37.00 <sup>24</sup>
	\$100,000-\$335,000	42.50 <sup>24</sup>
	\$335,000-\$1,000,000	40.00 <sup>24</sup>
	\$1,000,000-\$1,405,000	42.50 <sup>24</sup>
	Over \$1,405,000	40.00 <sup>24</sup>
1988-1992.....	First \$50,000	15.00
	\$50,000-\$75,000	25.00
	\$75,000-\$100,000	34.00
	\$100,000-\$335,000	39.00
	Over \$335,000	34.00
1993-2003.....	First \$50,000	15.00
	\$50,000-\$75,000	25.00
	\$75,000-\$100,000	34.00
	\$100,000-\$335,000	39.00
	\$335,000-\$10,000,000	34.00
	\$10,000,000-\$15,000,000	35.00
	\$15,000,000-\$18,333,333	38.00
	Over \$18,333,333	35.00

See notes at the end of this section.

## Appendix to Selected Historical and Other Data Tables

### Footnotes

#### Table A

N/A—Not applicable.

- [1] Personal exemption amounts were deducted at different points in the tax computation, depending on the tax year. For some of the earlier years, they were deducted only from the statutory “net income” subject to the basic “normal tax,” for other years, only from the “net income” subject to the “surtax,” and, for still other years, from the “net income” subject to both normal tax and surtax. (Footnote 2, below, includes a description of “normal tax” and “surtax.”) For more recent years, personal exemptions have been deducted in computing “taxable income,” the current tax base for “regular” tax purposes.
- [2] Tax rates shown in this table are for the “regular” income tax, i.e., for “normal tax” and “surtax,” applicable to U.S. citizens and residents. Therefore, the rates exclude provisions unique to nonresident aliens. Tax rates exclude the effect of tax credits (which reduce the tax liability), except as noted, and several specific add-on or other taxes applicable to all or some tax years. Excluded are the “war excess profits tax” (1917), “victory tax” (1942-1943), Social Security “self-employment tax” (starting with 1951), tax under the “income averaging” provisions (1964-1986) and under the farm income averaging provisions (starting with 1998), and the “recapture taxes” resulting from having to recompute and pay back certain tax credits in later years (starting with 1963), the “maximum tax” on “earned income” or on “personal service income” (1971-1981), the “minimum tax” on “tax preferences” (1970-1983), and the “alternative minimum tax” on “tax preferences” (starting with 1979). Also excluded are such other taxes as the tax on recipients of accumulation distributions of trusts (starting with 1954) and the “special averaging tax” or “multiple recipient special averaging tax” on recipients of lump-sum distributions from qualified retirement plans (starting with 1974).

In addition, Table 1 excludes the taxes associated with the preferential treatment of capital gains, starting with 1922 (although certain gains received preferential treatment as early as 1918). At various times, these treatments have taken the form of special tax rates; special definitions; different asset holding periods; ceilings on taxes; and exclusions from income. Included among these special treatments were “alternative tax” (1938-1986) and its variations for the earlier years, although all of these taxes were in some way tied to the tax structure for regular tax.

Until 1948, a single set of tax rates applied to all taxpayers, regardless of marital or filing status, and married couples filing joint returns were taxed on the combined income of each spouse. However, a second, lower set of rates was introduced, starting with 1948, for married couples filing jointly. (To simplify the Table 1 presentation for these more recent years, only the lowest and highest tax rates for married persons filing jointly are shown.) Under this change, the combined tax of husband and wife became twice the combined tax that would have applied if their combined “taxable income” (“net income” for years before 1954) were cut in half. Thus, taxpayers using the joint return filing status “split” their incomes for tax purposes, in effect doubling the width of their taxable income (or net income) size “brackets.” The lowest and highest tax rate brackets shown in columns 4 and 6 in Table 1 are, therefore, the brackets for married couples filing jointly that result from taking into account this doubling of the bracket widths.

Starting with 1952, a third set of rates was introduced (not shown) for “heads of household,” i.e., for unmarried individuals who paid over half the cost of maintaining a home for a qualifying person (e.g., a child or parent), or for certain married individuals who had lived apart from their spouses for the last 6 months of the tax year. This filing status was liberalized, starting with 1970, and provides approximately half the advantage of the income-splitting described above.

## Appendix to Selected Historical and Other Data Tables

Starting with 1954, the full benefits of income splitting allowed married couples filing jointly (i.e., the same tax rates and taxable income brackets) were extended to a new, fourth filing status, “surviving spouse” (i.e., individuals widowed for 1 to 2 years following the death of a spouse, provided they had a dependent child and had not remarried). The remaining filing status was for “single persons,” who used the rates formerly applicable to taxpayers in general. However, these latter rates were moderated, starting with 1969, by limiting the tax so that it would not exceed 20 percent more than the tax on married couples filing jointly. One result of the 1969 law change was that certain married couples filing jointly had to pay more tax than they would have paid if each spouse had filed separately. To help mitigate this effect, a special deduction in computing adjusted gross income was allowed for 1982-1986 for two-earner couples filing jointly. This deduction was initially 5 percent of the lesser of \$30,000 or the “earned income” of the spouse with the lesser earnings. The percentage was increased to 10 percent, starting with 1983. The deduction provision was repealed, starting with 1987, when new, lower rates and a reduced number of tax brackets began.

For tax years preceding 1954, the lowest tax rate, as shown in Table 1, was either the rate for the basic “normal tax” (if there was just one rate for normal tax) or the lowest of the several rates for “normal tax” (if there was more than one rate for normal tax). The highest tax rate was the sum of the uppermost of the graduated rates (if any) for normal tax, plus the uppermost of the additional, graduated “surtax” rates, provided that both rates were applied to the same income. For example, for 1932, there were two graduated rates for normal tax, 4 percent (on the first \$4,000 of income) and 8 percent (on all income over \$4,000), and graduated rates for “surtax” that ranged from 1 percent to 55 percent. In Table 1, the lowest rate for 1932 is, therefore, shown as 4 percent (the lower of the two normal tax rates) and the highest rate as 63 percent (the sum of the 8-percent higher, graduated rate for normal tax on

income over \$4,000, plus 55 percent, the highest of the graduated, surtax rates, on income over \$1 million.). As another example, for 1941, there was just one rate for normal tax, 4 percent, but it applied to all income. The lowest of the surtax rates, 6 percent, was applied to all income under \$2,000, so that income under \$2,000 was taxed at both the 4-percent normal tax rate and the 6-percent surtax rate. Therefore, the lowest rate shown in Table 1 for 1941 is 10 percent, the sum of these two tax rates. The highest rate is the sum of the 4-percent normal tax on total statutory “net income,” plus the highest graduated surtax rate, 77 percent on income over \$5 million, so that income over \$5 million was taxed at 81.0 percent, the sum of the two rates. For tax years starting with 1954, normal tax and surtax rates were, in effect, combined into a single rate structure.

[3] The definition of the income base (and, thus, the tax “bracket” boundaries) to which the tax rates were applied differs over the years, depending on how the following were determined and figured: statutory adjustments to or exclusions from income; personal exemptions; itemized deductions (which, for certain expenditures, were sometimes described as income “credits”); standard deductions; the various thresholds and ceilings; and statutory “taxable income” (and its predecessor “net income”). Therefore, the lowest and highest taxable income amounts, as shown in Table 1, are not comparable for all years, and the amounts described as for statutory taxable income for tax years preceding 1954 are actually for statutory net income. (Statutory net income was income after subtracting deductions but, for most years, was before subtracting personal exemptions. Statutory taxable income was after subtracting both deductions and personal exemptions. Taxable income is the tax base for recent years. Net income required certain adjustments to arrive at the tax base, depending on whether the income was subject to normal tax, surtax, or both). See also footnote 2, above.

[4] For 1921-1923, the personal exemption amount for married couples (column 2) increased to

## Appendix to Selected Historical and Other Data Tables

- \$2,000 if statutory “net income” exceeded \$5,000.
- [5] For 1923, the tax rates shown (columns 4 and 6) are after a 25-percent statutory credit or refund.
- [6] For 1924, the lowest tax rate (column 4) is after reduction by an “earned income credit,” equal to 25 percent of the “normal tax” on the first \$5,000 of total statutory “net income” and the normal tax on the first \$10,000 of “earned net income,” but limited to 25 percent of the normal tax on total net income.
- [7] For 1925-1927, the lowest tax rate (column 4) is after reduction by an “earned income credit” equal to 25 percent of the total tax on the first \$5,000 of total statutory “net income” and the total tax on the first \$20,000 of “earned net income,” but limited to 25 percent of the total tax on earned net income (not to exceed 25 percent of the sum of “normal tax” on total net income plus the “surtax” on earned net income.)
- [8] For 1928-1931, the lowest tax rate (column 4) is after reduction by an “earned income credit” equal to 25 percent of the total tax on the first \$5,000 of total statutory “net income” and the total tax on the first \$30,000 of “earned net income,” but subject to the same limitations described in footnote 7, above. For 1929 only there was a special reduction in normal tax rates as provided for in a joint resolution of congress.
- [9] For 1934-1943, the tax rate (column 4) excludes the effect of an “earned income credit,” allowed as a *deduction* equal to 10 percent of the first \$14,000 of “earned net income” (before credit) and the first \$3,000 of total statutory “net income” (before credit), but limited to 10 percent of earned net income (not to exceed 10 percent of total net income).
- [10] For 1940, tax rates (columns 4 and 6) include “defense tax,” computed as 10 percent of the total “regular” tax, but limited to 10 percent of statutory “net income” in excess of the total regular tax.
- [11] For 1944-1945, the personal exemption amounts (columns 1-3) were for “surtax” purposes only.
- The exemption for basic “normal tax” purposes was \$500 per tax return, augmented by the “earned income” of the spouse, up to \$500, on joint returns.
- [12] For 1944-1945, the highest tax rate (column 6) was subject to a maximum effective rate limitation equal to 90 percent of statutory “net income.”
- [13] For 1946-1947, tax rates (columns 4 and 6) are the effective rates after a statutory 5-percent reduction of combined “tentative normal tax and surtax.” The highest rate (column 6) was subject to a maximum effective rate limitation equal to 85.5 percent of statutory “net income.”
- [14] For 1948-1986, in addition to the personal exemptions (columns 1-2), there were additional personal exemptions for blind taxpayer(s) and for taxpayers(s) age 65 or over.
- [15] For 1948-1949, tax rates (columns 4 and 6) are the effective rates after statutory reductions ranging from 17.0 percent of the first \$400 of combined “tentative normal tax and surtax” to 9.75 percent of combined tentative normal tax and surtax over \$100,000. The highest tax rate (column 6) was subject to a maximum effective rate limitation equal to 77.0 percent of statutory “net income.”
- [16] For 1950, tax rates (columns 4 and 6) are the effective rates after statutory reductions ranging from 13.0 percent of the first \$400 of combined “tentative normal tax and surtax” to 7.3 percent of combined tentative normal tax and surtax over \$100,000. The highest tax rate (column 6) was subject to a maximum effective rate limitation equal to 87.0 percent of statutory “net income.”
- [17] For 1951, the highest tax rate (column 6) was subject to a maximum effective rate limitation equal to 87.2 percent of statutory “net income.”
- [18] For 1952-1953, the highest tax rate (column 6) was subject to a maximum effective rate limitation equal to 88.0 percent of statutory “net income.”
- [19] For 1954-1963, the highest tax rate (column 6) was subject to a maximum effective rate

## Appendix to Selected Historical and Other Data Tables

limitation equal to 87.0 percent of statutory “taxable income.”

- [20] For 1968, the highest tax rate (column 6) includes a Vietnam War surcharge equal to 7.5 percent of tax (as defined for this purpose). However, this surcharge did not apply to “regular” tax generated at the lowest rate.
- [21] For 1969, the highest tax rate (column 6) includes a Vietnam War surcharge equal to 10 percent of tax (as defined for this purpose). However, this surcharge did not apply to “regular” tax generated at the lowest rate.
- [22] For 1970, the highest tax rate (column 6) includes a Vietnam War surcharge equal to 2.5 percent of tax (as defined for this purpose). However, this surcharge did not apply to “regular” tax generated at the lowest rate.
- [23] For 1971, “earned net income” was subject to a “maximum tax” of 60 percent (not shown in column 6).
- [24] For 1972-1981, “earned net income” (broadened to become “personal service net income” after 1976) was subject to a “maximum tax” of 50 percent (not shown in column 6).
- [25] For 1974, tax rates (columns 4 and 6) do not take into account a statutory rebate of 10 percent of total income tax after credits. In general, the minimum rebate was \$100 and the maximum, \$200, but could not exceed the tax liability.
- [26] For 1975, a \$30-per-capita tax credit was allowed in addition to the personal exemptions shown in columns 1-3.
- [27] For 1976-1978, a tax credit was allowed, in addition to the personal exemptions shown in columns 1-3, that was equal to the larger of \$35 per capita or 2 percent of the first \$9,000 of statutory “taxable income.”
- [28] For 1977-1986, in order to help preserve the conceptual comparability of the amounts shown with those for earlier and later years, the lowest tax rates in column 4 and the lowest “taxable income” amounts in column 5 exclude the so-

called “zero tax rate” and the “zero bracket amount,” which were unique to the tax computation for these 10 years.

- [29] For 1981, tax rates (columns 4 and 6) are after a 1.25-percent statutory tax credit.
- [30] Starting with 1985, the personal exemption amounts (columns 1-3) reflect annual adjustments for inflation, using the U.S. Department of Labor Consumer Price Index for Urban Consumers (“CPS-U”).
- [31] Starting with 1985, tax “bracket” boundaries (columns 5 and 7) were indexed for inflation, using the U.S. Department of Labor Consumer Price Index (as described in footnote 30).
- [32] Starting with 1988, the amount eligible to be deducted for personal exemptions (columns 1-3) was phased out for certain high-income taxpayers. For 1988-1990, this was accomplished as part of the tax computation (see footnote 34, below).
- [33] For 1988-1990, excludes the effect on certain high-income taxpayers of the phaseout of the amount deductible for personal exemptions (columns 1-3).
- [34] For 1988-1990, the tax rates (columns 4 and 6) exclude the effects on certain high-income taxpayers of the phaseout both of the benefit of the 15-percent tax rate (compared to the 28-percent rate) and the amount deductible for personal exemptions. This phaseout was accomplished by imposing an additional, 5-percent tax on income above certain levels, based on filing status, thus creating a “temporary” 33-percent tax rate. At the point where the taxpayer had completely phased out the two benefits by use of the 33-percent rate, the tax rate on any remaining taxable income above the phaseout range returned to 28 percent (see also footnote 35). As Table 1 shows, beginning with 1991, this phaseout was replaced by including an additional, 31-percent, graduated rate for taxable incomes above certain levels. Two other, higher, graduated rates were subsequently added, starting with 1993, the higher of which is shown in Table 1.

## Appendix to Selected Historical and Other Data Tables

[35] For 1988-1990, the 15-percent tax rate (column 4), which applied to the first \$29,750 of statutory “taxable income” (column 5), gradually increased to the top “brackets” rate, 28 percent (column 6), when taxable income (included in column 7) reached between \$71,900 and \$149,250. This was the range at which the 15-percent rate was phased out for certain high-income taxpayers, all of whose income was then effectively taxed at the higher 28-percent rate through use of the “temporary” 33-percent rate (see footnote 34, above, for additional information). The boundaries of the phaseout range were adjusted for inflation for 1989-1990, although the top tax rate on the taxable income above that covered by the phaseout range remained 28 percent. Therefore, the top taxable income and top tax bracket rate shown in Table 1 for 1988-1990 do not take into account the higher, 33-percent, “temporary” phaseout rate.

[36] For 2000, the tax rates (columns 4 and 6) do not reflect a special statutory refund, partially offset for 2001, of between \$300 and \$600, depending on the size of income tax for 2000 and filing status. See also footnote 37, below.

[37] For 2001, the tax rate (columns 4 and 6) does not reflect a 5-percent tax credit of up to \$300, \$500, or \$1,000, depending on the filing status. This credit effectively reduced the lowest rate on the income shown in column 5 from 15 percent to 10 percent, in lieu of an explicit 10-percent rate. However, the credit was reduced by the amount of the special statutory refund made in 2001 (based on tax for 2000), described in footnote 36, above. The 10 percent rate was only for dependents.

[38] For the change in the lowest tax “bracket” boundary (columns 5 and 7) for 2001, see footnotes 36 and 37, above.

SOURCE: Advisory Commission on Intergovernmental Relations, *Significant Features of Fiscal Federalism*, Volume I, Budget Processes and Tax Systems, 1995, September 1996 (based, in part, on *Tax Foundation, Facts and Figures on Government Finance*, 1988-89 edition, 1988); Pechman,

Joseph A., *Federal Tax Policy*, fifth edition, The Brookings Institution, 1987 (based on relevant public laws and reports prepared by the Congressional Joint Economic Committee, including *The Federal Revenue System: Facts and Problems*, 1961, and *The Federal Tax System: Facts and Problems*, 1964); Statistics of Income—Part I (in particular, the historical synopses of laws included as appendices in the reports for 1949-1953) and *Statistics of Income—Individual Income Tax Returns* (annually, for 1954-1988); and relevant public laws and reports issued by the Congressional Joint Committee on Taxation for subsequent years, as well as reports, such as *Overview of the Federal Tax System* for 1990, 1991, and 1994, Committee on Ways and Means, U.S. House of Representatives, and reports issued by the Congressional Joint Committee on Taxation for subsequent years, including *Overview of Present Law and Economic Analysis Relating to Marginal Tax Rates and the President’s Individual Income Tax Rate Proposals*, 2001.

### Table B

[1] The rates shown are the “standard” or “ordinary” rates, applying to all taxable corporate net income unless otherwise provided. However, there have always been numerous exceptions and special rates based on the type of corporation, the type of income, and other factors. In addition, there have been, at various times, additional taxes related to income that increased the statutory rates. When possible, these are noted in other footnotes to this table for the years for which they were effective. Credits, deductions, and other alterations in the definition of taxable income also effectively alter the tax rate, but these are too numerous and too frequent to include in a table such as this.

The most important types of corporations to which these rates have not always applied, or not applied as they did to other corporations, are: *Section 501(c) and similar nonprofit corporations*: Corporations not organized or operated for profit are generally exempt from the corporation income tax except, since 1950, on business income unrelated to their exempt

## Appendix to Selected Historical and Other Data Tables

purposes. *Mutual and cooperative organizations*: Most of these were treated as nonprofits in the early days of the income tax. Most have long since been made taxable as ordinary corporations, but there are still some exceptions. Credit unions and small mutual property insurance companies are exempt. Rural electrical and telephone cooperatives are exempt on income generated in transactions with their members. Farmers' cooperatives are not taxed on income distributed to their members. *Insurance companies*: Because of the nature of insurance, determining taxable income has often been a problem for the tax system. Insurance companies have been subjected to a number of different tax structures since 1921, including special rates and complete exemption of premium income. They are currently taxed at the same rates as other corporations on income calculated using reserve deductions (which other corporations are not allowed). *Regulated Investment Companies (since 1936) and Real Estate Investment Trusts (since 1961)*: These investment companies are not taxed on profits distributed to shareholders if they distribute substantially all of their incomes annually. *S Corporations*: Since 1958, certain closely held corporations could elect to be taxed through their shareholders, as partnerships are, and not pay the corporate tax at all (except in special, unusual circumstances). *Foreign corporations*: Companies incorporated outside the U.S. are taxed on business income earned in the U.S. at the regular corporate rates, but may be taxed on investment income at special statutory or treaty rates. *U. S. corporations with foreign-source income*: The U.S. taxes the worldwide income of U.S. corporations; however, since 1918, taxes paid to foreign governments on foreign-source income can be credited against the U.S. tax otherwise due on that income. (Before 1918, the foreign taxes were allowed as a deduction against worldwide income.) *U.S. Possessions Corporations*: Since 1921, corporations earning most of their incomes in a U.S. possession were subject to reduced taxes. From 1921 to 1976, they were taxable only on U.S.-source income; since 1976, they have received a credit for manufacturing income earned in a possession

(including Puerto Rico). The credit is now being phased out and is scheduled to end after 2005. *Affiliated groups*: Corporations that are closely affiliated through stock ownership have usually been allowed to consolidate their financial statements for tax purposes and file one return for the group, but there have always been restrictions and, sometimes, they have been charged an additional tax for the privilege. In 1932 and 1933, consolidated returns were subject to an additional tax of .75 percent. In 1934 and 1935, only railroad companies were allowed to file consolidated returns, and the additional tax was 1 percent. From 1936 to 1941, there was no additional tax, but the privilege was restricted to railroads and a few other companies. From 1942 to 1964, most domestic affiliated groups that met the stock ownership and other requirements could file consolidated returns, but the surtax on such a group was increased by 2 percentage points. The additional tax on consolidated returns was repealed, effective December 31, 1963.

The most important type of income to have received special rates was "long-term" capital gains. From 1942 through 1987, the tax rate was capped at a maximum rate lower than the highest corporate rate. (The rates are noted in footnotes to the table.) Although there is currently no special rate for corporations' capital gains, long-term capital gains are still treated separately from other income in the tax code.

During World War I, the Great Depression, World War II, and the Korean War, additional taxes were imposed on what were called "war profits" or "excess profits." These are noted in the table in footnotes to the applicable years.

In addition to taxes based on net income, there have been from time to time taxes based on accumulated earnings that were not distributed to shareholders, designed to limit tax avoidance at the individual stockholder level. Taxes on "undue" accumulations have been imposed (though seldom paid) since the inception of the income tax. These were supplemented, since 1934, by a "personal holding company" tax, equal to the highest individual income tax rate,

## Appendix to Selected Historical and Other Data Tables

on the undistributed earnings of closely held companies accumulating investment income. There was also a Depression-era tax on accumulated earnings (noted below).

In recent years, there have also been “minimum taxes” designed to supplement the regular taxes. These have the effect of a separate set of tax rates. These are noted in footnotes to the table.

- [2] Calendar year unless otherwise noted. Taxpayers whose fiscal years spanned years with different rates were required to prorate the year’s income between the two rate structures. Before 1933, the proration was based on the number of months in each year; after 1932, it was based on the number of days in each year.
- [3] “Taxable income” is used here to mean the amount of income to which the rates shown were applied. The concept has had various names and various meanings over the years covered; so, brackets for one year are not necessarily comparable with those for another.
- [4] An additional tax on “excess profits” and/or “war profits” was in effect from 1917 to 1922. It was allowed as a deduction in computing income tax.
- [5] An additional “declared value” excess profits tax, based on profits in excess of a percentage of the value of corporate stock, was in effect from 1933 through 1945. It was a deduction for income tax purposes.
- [6] An additional surtax ranging from 7 percent to 27 percent was imposed on undistributed profits.
- [7] From June 1940 to the end of 1945, a tax on profits in excess of average prewar earnings was also imposed. It was taken into account, as either a deduction or a credit, for the income tax and the other excess profits tax.
- [8] The rates for 1940 include extra “defense tax” rates that are integrated with the regular rates in later years.
- [9] These rates are the sum of the “normal tax” rates and the “surtax” rates, which actually applied to slightly different definitions of taxable income.
- [10] Beginning with Tax Year 1942, gains on the sale of assets held for more than 6 months (long-term capital gains) could be treated separately from other taxable income and taxed at a maximum rate of 25 percent.
- [11] An excess profits tax was also in effect from July 1950 through Calendar Year 1953. The tax was 30 percent of an adjusted profits figure reduced by credits for the level of prewar profits. It was not offset against income tax, but the sum of income and excess profits taxes was capped at a given percentage of income (from 62 percent to 70 percent).
- [12] These rates reflect a tax increase (for the Korean War), effective March 31, 1951. The maximum capital gains tax rate was also increased to 26 percent.
- [13] From April 1, 1954, through Calendar Year 1969, the maximum tax rate on capital gains was 25 percent.
- [14] From 1969 through 1986, corporations were also subject to an “add-on minimum tax” on certain “tax preference” items (such as percentage depletion, accelerated depreciation, etc.) above a certain amount. For Tax Years 1969 through 1976, the tax was 10 percent of tax preferences in excess of \$30,000; after 1976, the tax was 15 percent of preferences in excess of the greater of \$10,000 or regular income tax.
- [15] Rates include the Vietnam War surcharge of 10 percent.
- [16] Includes a 2.5-percent Vietnam War surcharge.
- [17] The maximum tax rate on long-term capital gains was increased to 28 percent.
- [18] The maximum tax rate on long-term capital gains was increased to 30 percent.
- [19] The holding period for long-term capital gain treatment of assets was increased from 6 to 9 months in 1977 and 12 months in 1978. The rate remained at 30 percent.

## Appendix to Selected Historical and Other Data Tables

- [20] The maximum tax rate on long-term capital gains was 28 percent.
- [21] Beginning in 1983, incorporated professional practices (“personal service corporations”) have been taxed on all taxable income at the corporate tax rate applicable to the highest income bracket.
- [22] The Tax Reform Act of 1986 (TRA86) established a new rate structure effective for Tax Year 1988 and made the rates for Transition Year 1987 an average of the pre-TRA rates for 1986 and the post-TRA rates for 1988.
- [23] A new “alternative minimum tax” (AMT) replaced the add-on minimum tax, effective in 1987. It required a calculation of an alternative measure of taxable income that reduced or eliminated many tax preference items. The tax was 20 percent of the excess of this “alternative minimum taxable income” (AMTI) over \$40,000. The \$40,000 exemption was reduced by 25 percent of the excess of AMTI over \$150,000. AMT in excess of regular tax could be carried over as a credit against regular tax in future years. In 1998, “small” corporations

(generally, those with average gross receipts of less than \$5 million) were exempted from the AMT.

- [24] The maximum tax rate on capital gains was capped at 34 percent for 1987, which was to be the rate on the highest corporate tax bracket in 1988 and after, according to TRA86. The maximum capital gain rate was raised to 35 percent when the highest corporate rate bracket was increased in 1993.

SOURCE: Blakey, Roy G. and Blakey, Gladys C. (1940), *The Federal Income Tax*, New York. Gravelle, Jane G. (1994), *The Economic Effects of Taxing Capital Income*, Appendix A, History of Capital Income Taxation in the United States. MIT. Internal Revenue Service, *Form 1120 series and Instructions*, various years. Internal Revenue Service, *Statistics of Income for 1949, Part 2*, Appendix A. U. S. Congress, Joint Committee on Taxation, Explanations of various tax acts, published after each major tax act since the 1960’s. U. S. Senate, Committee on the Budget, *Tax Expenditures: Compendium of Background Materials on Individual Provisions*, published periodically.

# SOI Sampling Methodology and Data Limitations

## Appendix

**T**his appendix discusses typical sampling procedures used in most Statistics of Income (SOI) programs. Aspects covered briefly include sampling criteria, selection techniques, methods of estimation, and sampling variability. Some of the nonsampling error limitations of the data are also described, as well as the tabular conventions employed.

Additional information on sample design and data limitations for specific SOI studies can be found in the separate SOI reports (see pages 409-410 at the end of this *Bulletin*). More technical information is available, on request, by writing to the Director, Statistics of Income Division RAS:S, Internal Revenue Service, P.O. Box 2608, Washington, DC 20013-2608.

### Sample Criteria and Selection of Returns

Statistics compiled for the SOI studies are generally based on stratified probability samples of income tax returns or other forms filed with the Internal Revenue Service (IRS). The statistics do not reflect any changes made by the taxpayer through an amended return or by the IRS as a result of an audit. As returns are filed and processed for tax purposes, they are assigned to sampling classes (strata) based on such criteria as: industry, presence or absence of a tax form or schedule, and various income factors or other measures of economic size (such as total assets, total receipts, size of gift, and size of estate). The samples are selected from each stratum over the appropriate filing periods. Thus, sample selection can continue for a given study for several calendar years--3 for corporations because of the incidence of fiscal (non-calendar) year reporting and extensions of filing time. Because sampling must take place before the population size is known precisely, the rates of sample selection within each stratum are fixed. This means, in practice, that both the population and the sample size can differ from those planned. However, these factors do not compromise the validity of the estimates.

The probability of a return's selection depends on its sample class or stratum and may range from a fraction of 1 percent to 100 percent. Considerations in determining the selection probability for each stratum include the number of returns in the stratum, the diversity of returns in the

stratum, and interest in the stratum as a separate subject of study. All this is subject to constraints based on the estimated processing costs or the target size of the total sample for the program.

For most SOI studies, returns are designated by computer from the IRS Master Files based on the taxpayer identification number (TIN), which is either the Social Security number (SSN) or the Employer Identification Number (EIN). A fixed and essentially random number is associated with each possible TIN. If that random number falls into a range of numbers specified for a return's sample stratum, then it is selected and processed for the study. Otherwise, it is counted (for estimation purposes), but not selected. In some cases, the TIN is used directly by matching specified digits of it against a predetermined list for the sample stratum. A match is required for designation.

Under either method of selection, the TIN's designated from one year's sample are, for the most part, selected for the next year's, so that a very high proportion of the returns selected in the current year's sample are from taxpayers whose previous years' returns were included in earlier samples. This longitudinal character of the sample design improves the estimates of change from one year to the next.

### Method of Estimation

As noted above, the probability with which a return is selected for inclusion in a sample depends on the sampling rate prescribed for the stratum in which it is classified. "Weights" are computed by dividing the count of returns filed for a given stratum by the number of population sample returns for that same stratum. These weights are usually adjusted for unavailable returns, outliers, or trimming weights. Weights are used to adjust for the various sampling rates used, relative to the population--the lower the rate, the larger the weight. For some studies, it is possible to improve the estimates by subdividing the original sampling classes into "post-strata," based on additional criteria or refinements of those used in the original stratification. Weights are then computed for these post-strata using additional population counts. The data on each sample return in a stratum are

**Sample returns are designated by computer from the IRS Master Files based on the taxpayer identification number.**

*Information for this appendix was compiled under the direction of Beth Kilss, Chief, Statistical Data Section. Major contributions were made by Paul McMahon and Tamara Rib, Statistical Computing Branch, Mathematical Statistics Section, under the direction of Yahia Ahmed, Chief.*

## SOI Sampling Methodology and Data Limitations

then multiplied by that weight. To produce the tabulated estimates, the weighted data are summed to produce the published statistical totals.

**In transcribing and tabulating data from tax returns, checks are imposed to improve the quality of the statistics.**

### Sampling Variability

The particular sample used in a study is only one of a large number of possible random samples that could have been selected using the same sample design. Estimates derived from the different samples usually vary. The standard error of the estimate is a measure of the

variation among the estimates from all possible samples and is used to measure the precision with which an estimate from a particular sample approximates the average result of the possible samples. The sample estimate and an estimate of its standard error permit the construction of interval estimates with prescribed confidence that this interval includes the actual population value.

In SOI reports, the standard error is not directly presented. Instead, the ratio of the standard error to the estimate itself is presented in percentage form. This ratio is called the coefficient of variation (CV). The user of SOI data may multiply an estimate by its CV to recreate the standard error and to construct confidence intervals.

For example, if a sample estimate of 150,000 returns is known to have a coefficient of variation of 2 percent, then the following arithmetic procedure would be followed to construct a 68-percent confidence interval estimate:

$$\begin{array}{ll} 150,000 & \text{(sample estimate)} \\ \times 0.02 & \text{(coefficient of variation)} \\ = 3,000 & \text{(standard error of estimate)} \end{array}$$

then:

$$\begin{array}{ll} 150,000 & \text{(sample estimate)} \\ + \text{ or } - 3,000 & \text{(standard error)} \\ = \{147,000, 153,000\} & \text{(68-percent confidence interval).} \end{array}$$

Based on these data, the interval estimate is from 147 to 153 thousand returns. This means that the average estimate of the number of returns lies within an interval computed in this way. Such an estimate would be correct for approximately two-thirds of all possible samples similarly

selected. To obtain this interval estimate with 95-percent confidence, the standard error should be multiplied by 2 before adding to and subtracting from the sample estimate. (In this particular case, the resulting interval would be from 144 to 156 thousand returns.)

Further details concerning sample design, sample selection, estimation method, and sampling variability for a particular SOI study may be obtained, on request, by writing to the Director, Statistics of Income Division, at the address given above.

### Nonsampling Error Controls and Limitations

Although the previous discussion focuses on sampling methods and the limitations of the data caused by sampling error, there are other sources of error that may be significant in evaluating the usefulness of SOI data. These include taxpayer reporting errors and inconsistencies, processing errors, and the effects of any early cutoff of sampling. Additional information on nonsampling error as it applies to individual and corporation income tax returns is presented in the separate SOI reports on these returns.

In transcribing and tabulating the information from returns or forms selected for the sample, steps are taken to improve the quality of the resultant estimates. Tax return data may be disaggregated or recombined during the statistical abstracting and "editing" process that takes place in IRS submission processing centers. This is done to improve data consistency from return to return and to achieve definitions of the data items more in keeping with the needs of major users. In some cases, not all of the data are available from the tax return as originally filed. Sometimes, the missing data can be obtained by the Statistics of Income Division in Washington, DC, through field followup. More often, though, they are obtained through manual or computerized imputation. For this purpose, other information in the return or in accompanying schedules may be sufficient to serve as the basis for making an estimate. Prior-year data for the same taxpayer can be used for this same purpose; or comparable data from business reference books may be substituted.

Data abstracted or "edited" from returns for statistical use are subjected to a number of validation checks, including systematic verifications of a sampling of the work of each tax examiner involved in the SOI process. Data

## SOI Sampling Methodology and Data Limitations

reported on sampled returns and previously transcribed as part of processing for the IRS Master Files are subject to validation as part of the administrative process before SOI processing begins. However, during the administrative process, it is only practical to transcribe corrections to errors that have a direct bearing on the tax reported or the refund claimed. Therefore, during the SOI process, checks must also be made to correct any errors or inconsistencies left in the administrative data before the data can be accepted for the statistics.

The Statistics of Income program includes many more tax return items than are transcribed and perfected for IRS tax administration needs, especially for items reported in tax return schedules in support of the various summary totals reported on the return. Therefore, checks must also be designed to validate these additional data items and to assure that they are consistent with other data entries.

Most of the data validation checks made during the SOI process take the form of computerized tests of each record. In addition to verifying that internal consistency and proper balance and relationships among the tax return items and statistical classifications are maintained, this process is intended to check on consistency with tax law provisions, acceptable reporting practices, and generally accepted accounting principles. Most testing occurs during the data abstracting and editing operation, while the tax return source document is still on hand, although some testing for certain programs occurs later on. Records failing the tests are subjected to further review and correction.

Finally, before publication, the statistics are reviewed for accuracy and reasonableness in light of the tax law provisions, taxpayer reporting variations and other limitations, tolerances and statistical techniques allowed or employed in data processing and estimating, economic conditions, and comparability with other statistical series. However, these controls do not completely eliminate the possibility of error. When discovered, errors in *Bulletin* tables are corrected, usually through published errata.

### Table Conventions

Published estimates subject to excessive sampling variability are identified for most of the statistics by means of an asterisk (\*) presented alongside the estimate or in place of an estimate. Presence of an asterisk means that the sampling rate was less than 100 percent of the population and that there were fewer than 10 sample observations available for estimation purposes. This method produces a rough indication of excessive sampling variability. However, the results will differ somewhat from more precise indicators of excessive sampling variability based on the standard statistical formula. For some of the statistics based on samples, asterisking was not possible because of resource and other constraints. Users should keep this limitation in mind when using these data.

A dash, in place of a frequency or an amount, in any given table cell presenting data based on an SOI sample, indicates either that (1) there were no returns in the population with the particular characteristic, or (2) because of its rarity, instances of the characteristic were not present among the sampled returns. However, for statistics based on returns selected for the sample at the 100-percent rate, a dash indicates a presumption of no returns with the particular characteristic in the population.

In addition to sampling variability, Statistics of Income is required to prevent disclosure of information about specific taxpayers or businesses in its tables. Therefore, a weighted frequency (and the associated amount, where applicable) of less than 3 is either combined with data in an adjacent cell(s) so as to meet the criteria, or deleted altogether. Similar steps are taken to prevent indirect disclosure through subtraction. However, any combined or deleted data are included in the appropriate totals. (A double asterisk is used in a cell where a frequency or amount has been deleted.) Most data on tax-exempt, nonprofit organizations are excluded from disclosure review because the Internal Revenue Code and regulations permit public access to most of the information reported by these organizations.

# SOI Projects and Contacts

**General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: [sis@irs.gov](mailto:sis@irs.gov)**

<b>Planned Projects, Year*</b>	<b>Primary Analysts</b>	<b>Frequency and Program Content</b>
<b>Americans Living Abroad:</b> 2001 Program	Jeff Curry Maureen Keenan Kahr	This periodic study is conducted every 5 years. It covers foreign income, foreign taxes paid, and foreign tax credit shown on individual income tax returns. Data are classified by size of adjusted gross income and country.
<b>Controlled Foreign Corporations:</b> 2002 Program 2004 Program	Catterson Oh Randy Miller	This semiannual study provides data on activities of foreign corporations that are controlled by U.S. corporations. Data are classified by industry group and country.
<b>Controlled Foreign Partnerships:</b> 2004 Program	Bill States	This study provides data on activities of foreign partnerships that are controlled by U.S. corporations or partnerships. Frequency of this study has not been determined.
<b>Corporation Foreign Tax Credit:</b> 2002 Program 2003 Program 2004 Program	Scott Luttrell Rob Singmaster Scott Luttrell	This annual study provides data on foreign income, taxes paid, and foreign tax credit reported on corporation foreign income tax returns. Data are classified by industry group and country.
<b>Corporation Income Tax Returns:</b> 2004 Program  2005 Program	Bill Rush Gabe Schneider Heather Duffy	Basic data are produced annually and cover complete income statement, balance sheet, tax, tax credits, and details from supporting schedules. Data are classified chiefly by industry group or asset size.
<b>Entity Classification Election ("Check-the-Box"):</b>	John Comisky	This annual study includes data from all Entity Classification Elections including the type of election, and whether the entity is foreign or domestic.
<b>Estate Tax:</b> 2004-2006 Program	Martha Gangi Brian Raub	This annual study includes information on a gross estate and its composition, deductions, and tax; and information on the age, sex, and marital status of decedents. Basic estate tax return data by year in which returns are filed are produced each year. Also included are data on nonresident aliens who had more than \$60,000 of assets in the United States. Other statistics are available on a year-of-death basis (approximately every 3 years). The most recent study is based on decedents who died in 2004 with returns filed in 2004-2006. The most recent data available are for returns filed in 2004.
<b>Excise Taxes:</b>	Emily Gross	Basic data are collected and processed by three Department of the Treasury agencies: the Internal Revenue Service, the Alcohol and Tobacco Tax and Trade Bureau (formerly the Bureau of Alcohol, Tobacco, Firearms, and Explosives), and the Customs Service. Data by type of tax are shown by Fiscal Year (FY) for 1997-2004, quarterly for FY 2004, and for the first three quarters of FY 2005.

## SOI Projects and Contacts

**General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: [sis@irs.gov](mailto:sis@irs.gov)**

<b>Planned Projects, Year*</b>	<b>Primary Analysts</b>	<b>Frequency and Program Content</b>
<b>Exempt Organizations (Charitable and Other, Except Private Foundations):</b> 2002 Program 2003 Program 2004 Program	Paul Arnsberger	This annual study includes balance sheet and income statement data for organizations classified as tax-exempt under subsections 501(c)(3)-(9) of the Internal Revenue Code. The most recent data are for Reporting Year 2002 returns filed in Calendar Years 2003-2004.
<b>Exempt Organizations (Private Foundations):</b> 2002 Program 2003 Program 2004 Program	Melissa Ludlum	This annual study includes balance sheet and income statement data for domestic private foundations and charitable trusts filing a Form 990-PF. The most recent data are for Reporting Year 2002 returns filed in Calendar Years 2003-2004.
<b>Exempt Organizations Unrelated Business Income:</b> 2002 Program 2003 Program 2004 Program	Peggy Riley	This annual study includes tabulations of "unrelated business" income and deductions for organizations classified as tax-exempt under the Internal Revenue Code. The most recent data are for Reporting Year 2002 returns filed in Calendar Years 2003-2004.
<b>Foreign-Controlled Domestic Corporations:</b> 2002 Program	James Hobbs	This annual study covers domestic corporations with 50-percent-or-more stock ownership by a single foreign "person." It covers balance sheet, income statement, and tax-related data, which are classified by industry group, country, and size and age of the corporations. Data are compared to those for other domestic corporations.
<b>Foreign Recipients of U.S. Income:</b> 2003 Program	Scott Luttrell	This annual study provides data by country on income paid to nonresident aliens and the amount of tax withheld for the U.S. Government.
<b>Foreign Trusts:</b> 2002 Program	Dan Holik	This periodic study, conducted every 4 years, provides data on foreign trusts that have U.S. "persons" as grantors, transferors, or beneficiaries. Data include country where the trust was created, value of transfer to the trust, and year the trust was created. The most recent study is for Tax Year 1998.
<b>Gift Tax:</b> 2004 Program 2005 Program 2006 Program	Darien Jacobson	This annual study provides data for type and amount of gift; information on donee; and tax computation items. Information about the donor and gift splitting are also available. Most recent data are for Gift Year 2004.

## SOI Projects and Contacts

**General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: [sis@irs.gov](mailto:sis@irs.gov)**

Planned Projects, Year*	Primary Analysts	Frequency and Program Content
<b>Individual Income Tax Return Public-Use File:</b>	Mario Fernandez Mike Weber	Microdata on CD-ROM's are produced annually and contain detailed information obtained from the individual income tax return statistics program, with identifiable taxpayer information omitted to make the file available for public dissemination on a reimbursable basis.
<b>Individual Income Tax Returns:</b> 2003 Program 2004 Program 2005 Program	Maureen Keenan Kahr Jeff Curry Mike Strudler	Basic data are produced annually and cover income, deductions, tax, and credits reported on individual income tax returns and associated schedules. Data are classified by size of adjusted gross income, marital status, or type of tax computation.
<b>Individual Income Tax Returns Special Tabulations:</b> Individuals Sole Proprietorships	Mike Strudler Mario Fernandez	Special tabulations of selected individual income, deduction, and tax data are produced on a reimbursable basis.
<b>Interest-Charge Domestic International Sales Corporations (IC-DISC's):</b> 2004 Program	Dan Holik	These corporations replaced the Domestic International Sales Corporations, or DISC's, as of 1985. Balance sheet, income statement, and export-related data are tabulated every 4 years. The most recent study is for Tax Year 2000.
<b>International Boycott Reports:</b> 2003 Program 2004 Program	Lawrence Sao Lissa Redmiles	This study provides data on business operations of U.S. "persons" in boycotting countries, as well as the requests and agreements to participate in, or cooperate with, international boycotts not sanctioned by the U.S. Government.
<b>Migration Flow and County Income Data:</b>	Emily Gross	Migration flow data (based on year-to-year changes in individual income tax return addresses) and county or State income data are available annually on a reimbursable basis. The most recent data are for 2003-2004.
<b>Occupation Studies:</b>	Terry Nuriddin	This periodic study classifies individual income tax returns by occupation and contains a dictionary of occupational titles that can be used to enhance the economic data of other individual income tax return studies.
<b>Partnership Returns of Income:</b>	Tim Wheeler Nina Shumofsky	Basic data, produced annually, cover income statement, balance sheet, and details from supporting schedules. Data are classified chiefly by industry group.
<b>Partnership Withholding Study:</b> 2002 Program	Chris Carson	This annual study includes data on U.S. partnership payments to foreign partners. Data are classified by country and recipient type.

## SOI Projects and Contacts

**General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: [sis@irs.gov](mailto:sis@irs.gov)**

<b>Planned Projects, Year*</b>	<b>Primary Analysts</b>	<b>Frequency and Program Content</b>
<b>Personal Wealth Study:</b> 2001 Program	Barry Johnson Brian Raub	This periodic study provides estimates of personal wealth of top wealth holders that are generated from estate tax return data using the "estate multiplier" technique, in conjunction with both filing-year and year-of-death estate data bases. The most recent data, 2001, are based on returns filed from 2001 to 2003.
<b>S Corporations:</b>	Kelly Luttrell Matt Scoffic	Annual study data are collected for the income statement and balance sheet, and from supporting schedules. Data are classified by industry group or asset size.
<b>Sales of Capital Assets:</b> 2003 Program 2004 Program 2005 Program	Janette Wilson	This periodic study provides detailed data on the sales of capital assets reported in the capital gains schedule of the individual income tax return, and on sales of residences and personal or depreciable business property.
<b>Sales of U.S. Real Property Interest by Foreign Persons:</b> 2002 Program	Chris Carson	This annual study provides data on transfers of U.S. real property interests acquired from foreign "persons." Data include the amount realized on transfers, U.S. tax withheld, and countries of foreign persons.
<b>Sole Proprietorships:</b> 2003 Program 2004 Program 2005 Program	Mike Parisi Kevin Pierce	Basic data, produced annually, cover business receipts, deductions, and net income reported on Schedule C (for nonfarm proprietors), classified by industry group.
<b>Split-Interest Trust Information Return:</b> 2004 Program 2005 Program 2006 Program	Lisa Schreiber	This annual study provides information on charitable remainder trusts, charitable lead trusts and pooled income funds. Data include balance sheet, income, deductions, and detail from accumulation and distribution schedules. The most recent data are for Filing Year 2004.
<b>Tax-Exempt Bond Issues:</b> 2003 Program 2004 Program 2005 Program	Cynthia Belmonte	This annual study provides information on private activity and Governmental bond issues by type of property financed, size of face amount, and State. The most recent data are for Tax Year 2003 public purpose bonds and private activity bonds.
<b>Taxpayer Usage Study:</b>	Mike Weber Peter Sailer	Produced annually, this program provides weekly frequencies of specific line entries made by taxpayers, the use of various return schedules and associated forms, and general characteristics of the individual taxpayer population, for returns received during the primary filing season (January through April).

## SOI Projects and Contacts

**General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: [sis@irs.gov](mailto:sis@irs.gov)**

<b>Planned Projects, Year*</b>	<b>Primary Analysts</b>	<b>Frequency and Program Content</b>
<b>Transactions of Foreign-Controlled Corporations:</b> 2002 Program	Mark Lowe	This biennial study includes data on transactions between U.S. corporations and their foreign owners. Data are classified by country and industry group.
<b>U.S. Possessions Corporations:</b> 2003 Program 2005 Program	Dan Holik	This periodic study, planned for every 2 years, provides data on income statements, balance sheets, tax, and "possessions tax credit" for qualifying U. S. possessions corporations. (Most of these corporations are located in Puerto Rico.)
<b>ZIP Code Area Data:</b>	Emily Gross Mike Weber	Statistics on CD-ROM show number of individual income tax returns, exemptions, and several income items by State and 5-digit ZIP code. Data are available for 2002 on a reimbursable basis. (Data for Tax Years 1991, 1998, and 2001 are also available, free of charge, on the IRS Web site: <a href="http://www.irs.gov/taxstats/article/0,,id=96947,00.html">http://www.irs.gov/taxstats/article/0,,id=96947,00.html</a> .)

\*Most projects shown are currently in progress and, therefore, may not be completed. Many of the data release dates, i.e., the months in which the Statistics of Income Division expects to release data to users, ahead of publication, on request, are published annually in the Fall issue of the *SOI Bulletin*. For more information about data availability for a particular project, call or fax the numbers shown at the top of the page.

# SOI Products & Services

**S**tatistics of Income (SOI) data are available in electronic formats and in printed publications. For further information on any of the following products and services, or for answers to questions on the availability of SOI data, other statistical services, or release dates for data, contact SOI's **Statistical Information Services (SIS) Office**:

**Statistical Information Services** (sis@irs.gov)  
Statistics of Income Division  
Internal Revenue Service  
P.O. Box 2608 • Washington, DC 20013-2608  
(202) 874-0410 • **Fax:** (202) 874-0964

As its name implies, SIS is best able to answer questions about data. It does not supply tax forms or information about the status of an individual's tax refund or audit examination. Media requests should be directed to the IRS Media Relations Branch, Communications Division, on (202)622-4000.

## Electronic Products and Services

### Products Available Free on the Internet

SOI's Internet site offers a combination of files presenting SOI tables, articles about SOI data, and information about SOI products and services, as well as non-SOI products, including annual *IRS Data Book* tables, Compliance Research projections, and nonprofit Master File microdata records. At present, over 4,679 files reside there.

**Web site:** [www.irs.gov/taxstats](http://www.irs.gov/taxstats).

There is also a direct link to our Web site from FedStats, the gateway to official statistics from the Federal Government: [www.fedstats.gov](http://www.fedstats.gov).

### Tax Stats

On the Tax Stats Home Page you will find the following list of topics that will lead you to a wide range of tables, articles, and data that describe and measure elements of the U.S. tax system. There is also a link to check out What's New.

#### Business Tax Statistics

Corporations • International • Partnerships  
Nonfarm Sole Proprietorships  
S Corporations • All Topics

#### Charitable and Exempt Organization Statistics

Charities • Exempt Organization Master File  
Private Foundations • Trusts  
Tax-Exempt Bonds • All Topics

#### Individual Tax Statistics

Filing Season Statistics • Estate and Gift Tax  
Individual Income Tax • International  
Personal Wealth • All Topics

#### Products, Publications, and Papers

SOI Bulletins • IRS Data Books  
Conference Papers  
All Topics

#### IRS Operations, Budget, and Compliance

Issuing Refunds • Collecting Revenue  
Enforcing Laws • Assisting Taxpayers  
All Topics

#### Statistics by Form

706 • 709 • 990 • 990-PF • 990-T  
1040 • 1041 • 1065 • 1118 • 1120  
5471 • 5472 • 8038 • All Forms

#### Statistics of Income (SOI)

About SOI • Careers With SOI  
SOI Services • SOI Studies  
All Topics

#### Additional Information

Tax Statistics at a Glance  
Join SOI Tax Stats E-Mail List  
Questions On Tax Statistics?

### Products Available From SOI

Many of SOI's data files are available for sale on CD-ROM, diskette, tape, or via e-mail through the Statistical Information Services Office. **Prepayment is required for orders of \$100 or more**, with checks made payable to the **IRS Accounting Section**. Contact SIS for information on specific products, prices, sources, media, and ordering instructions.

The following files are currently available on a reimbursable basis and include data from returns covering corporations, individuals, exempt organizations, and private foundations and charitable trusts. Most of these files are tabulations of aggregated data, but some are files of microdata records.

## SOI Products & Services

### Corporation Income Tax Returns

#### Corporation Source Book

A magnetic tape, PC-diskettes, or CD-ROM containing the tabular statistics from the *Corporation Source Book*, for years 1996-2003. Price is \$1,500 per year for 2002 and 2003; earlier years are \$250 per year. Tables from the 2000 and 2003 *Source Books* are also available for free from the Tax Stats Web site at: [www.irs.gov/taxstats/bustaxstats/article/0,,id=150481,00.html](http://www.irs.gov/taxstats/bustaxstats/article/0,,id=150481,00.html). See also *Printed Publications* section below.

### Individual Income Tax Returns

#### Individual Public-Use Microdata Files

These files include individual income tax returns for 1960, 1962, 1964, and 1966-2001. All of the files have been edited to protect the confidentiality of individual taxpayers. Public-use files of individual income tax returns for 1960, 1962, 1964, and 1966-1991 are available for sale by writing to the Center for Electronic Records at the National Archives and Records Administration, 8601 Adelphi Road, College Park, MD 20740-6001, or by calling toll-free (866) 272-6272. Files for 1992 through 2001 are available on CD-ROM from the SOI Division. Price for the SOI microdata files is \$4,000 per year.

#### County-to-County Migration Data

One table, based on the year-to-year changes in the addresses shown on the population of returns from the IRS Individual Master File system. This table presents data on migration patterns by county for the entire United States, including inflows and outflows. The data include the number of returns (which approximates the number of households); the number of personal exemptions (which approximates the population); total "adjusted gross income" and "median adjusted gross income" (starting with Filing Year 1996); total money income and median total money income (for Filing Years 1993 through 1996). Available for Filing Years 1984-2004. Price is \$200 per year for the entire United States or \$10 per State per year. (All years for the entire United States are also available for \$500.)

#### State-to-State Migration Data

One table, based on the year-to-year changes in the addresses shown on the population of returns from the IRS Individual Master File system. This table presents data on migration patterns by State for the entire United States, including inflows and outflows. The data include the number of returns (which approximates the number of households); the number of personal exemptions (which

approximates the population); total "adjusted gross income" and "median adjusted gross income" (starting with Filing Year 1996); total money income and median total money income (for Filing Years 1993 through 1996). Available for Filing Years 1989-2004. Price is \$50 per year for the entire United States or \$10 per State per year.

#### County Income Data

One table, based on the population of returns from the IRS Individual Master File system. This table presents data for adjusted gross income (total and for selected sources), number of returns (which approximates the number of households), and number of personal exemptions (which approximates the population). The data are presented by county (including State totals) and are available for Tax Years 1989-2003 for the entire United States. Price is \$50 per year for the entire United States or \$10 per State per year.

#### ZIP Code Area Data

Statistics are available for Tax Year 2002 on CD-ROM showing the number of individual income tax returns; the total number of exemptions and number of dependent exemptions (which approximates population); adjusted gross income; salaries and wages; taxable interest; total tax; contributions; number of returns with Schedules C and F; and number of returns with a Schedule A, by State and 5-digit ZIP code. Price is \$500 for the entire United States; \$25 for a single State. (Data for Tax Years 1991, 1998, and 2001 are available free on SOI's Internet site.) Go to [www.irs.gov](http://www.irs.gov), select the **Tax Stats** option; Individual Tax Statistics; Individual Income Tax; Zip Code Data (SOI) under Data by Geographic Areas.

### Tax-Exempt Organizations

#### Compendium of Studies of Tax-Exempt Organizations, 1989-1998

This is a compilation of articles on SOI studies of charitable and other nonprofit organizations described in Internal Revenue Code sections 501(c)(3)-(c)(9), private foundations, charitable remainder trusts, and nonprofit organizations' unrelated business income. All of these articles were published previously in various issues of the *Statistics of Income Bulletin*. In addition, the *Compendium* includes papers on statistical sampling of tax-exempt organization returns, and other topics relating to tax-exempt organizations and philanthropy that were authored by IRS staff and others who use SOI study data for research. Available at no charge on CD-ROM.

## SOI Products & Services

### Microdata Records for Tax Year 2002

Microdata records of all Forms 990 and 990-EZ sampled for the annual SOI study of tax-exempt organizations. The samples include 17,569 Internal Revenue Code section 501(c)(3) organizations and 10,483 section 501(c)(4)-(9) organizations. All returns for organizations with assets of \$30,000,000 or more are included in the sample. Microdata records contain information on balance sheets and income statements, as well as weights (to estimate the population), for each organization. Available for download from SOI's Tax Stats Web site at [www.irs.gov/taxstats/charitablestats/article/0,,id=97176,00.html](http://www.irs.gov/taxstats/charitablestats/article/0,,id=97176,00.html), or may be purchased on CD-ROM for \$20.

### Microdata Records for Tax Years 1992-2001

Microdata records of all Forms 990 and 990-EZ sampled for the annual SOI study of tax-exempt organizations. Microdata records contain information on balance sheets and income statements, as well as weights (to estimate the population), for each organization. Available for download from SOI's Tax Stats Web site at [www.irs.gov/taxstats/charitablestats/article/0,,id=97176,00.html](http://www.irs.gov/taxstats/charitablestats/article/0,,id=97176,00.html), or may be purchased on CD-ROM for \$20.

### Private Foundations (and Charitable Trusts)

#### Microdata Records for Tax Year 2002

Microdata records of all Forms 990-PF sampled for the annual SOI study covering private foundations and Internal Revenue Code section 4947 (a)(1) charitable trusts. The file contains both operating and nonoperating foundations and trusts. The sample includes 6,301 returns. (All returns for organizations with assets of \$10,000,000 or more are included in the sample.) Microdata records contain information on revenue, expenses, assets, and distributions, as well as weights, for each foundation or trust. Available for download from SOI's Tax Stats Web site at [www.irs.gov/taxstats/charitablestats/article/0,,id=96996,00.html](http://www.irs.gov/taxstats/charitablestats/article/0,,id=96996,00.html), or may be purchased for \$20.

#### Microdata Records for Tax Years 1992-2001

Microdata records of all Forms 990-PF sampled for the annual SOI study covering private foundations and Internal Revenue Code section 4947 (a)(1) charitable trusts. Microdata records contain information on revenue, expenses, assets, and distributions, as well as weights, for each foundation or trust. Available for download from SOI's Tax Stats Web site at [www.irs.gov/taxstats/charitablestats/article/0,,id=96996,00.html](http://www.irs.gov/taxstats/charitablestats/article/0,,id=96996,00.html), or may be purchased for \$20.

## Printed Publications

### Publications Available for Sale From GPO

Recent SOI publications are available from the Superintendent of Documents, U.S. Government Printing Office, Washington, DC, **by calling (202) 512-1800, or faxing (202) 512-2250.** (Credit cards are accepted.) Publications may also be obtained by using the order form at the end of this *Bulletin* or write to:

#### Superintendent of Documents

P.O. Box 371954  
Pittsburgh, PA 15250-7954

If you determine from the Government Printing Office that any of the next four items is out of print, telephone the **Statistical Information Services Office on (202) 874-0410** for assistance.

#### IRS Data Book 2005

*Annually, Publication 55B, Stock No. 048-004-02489-6  
Price \$9.50*

This volume pertains to Fiscal Year 2004-October 1, 2003, through September 30, 2004. The report provides data on collecting the revenue, enforcing the law, assisting the taxpayer, and managing the system, as well as lists and a chart about the structure and administration of the IRS itself.

#### Statistics of Income (SOI) Bulletin

*Quarterly, Publication 1136, Stock No. 748-005-00000-5  
Subscription price: \$53; Single copy price: \$39*

This series provides the earliest published financial statistics from individual and corporation income tax returns. The *Bulletin* also includes annual data on nonfarm sole proprietorships and partnerships, as well as periodic or special studies of particular interest to tax analysts, administrators, and economists. Historical tables include data from SOI, as well as tax collections and refunds by type of tax.

#### Statistics of Income--2002, Corporation Income Tax Returns

*Publication 16, Stock No. 048-004-02484-5  
Price \$45*

This report presents more comprehensive data on corporation income tax returns with accounting periods that ended July 2002 through June 2003 than those published earlier in the *SOI Bulletin*.

## SOI Products & Services

Presents information on:

- receipts
- deductions
- net income
- taxable income
- income tax
- tax credits
- assets
- liabilities

Classifies data by:

- industry
- accounting period
- size of total assets
- size of business receipts
- size of income tax after credits

### **Statistics of Income--2003, Individual Income Tax Returns**

*Publication 1304, Stock No. 048-004-02487-0*

*Price: \$36 Foreign \$50.40*

This report presents more comprehensive and complete data on individual income tax returns for Tax Year 2003 than those published earlier in the *SOI Bulletin*.

Presents information on:

- sources of income
- exemptions
- itemized deductions
- tax computations

Classifies data by:

- size of adjusted gross income
- marital status
- type of tax computation

### **Publications Available From SOI**

Other SOI periodicals and one-time reports are available for sale from the Statistical Information Services Office. These reports include data from returns covering corporations, exempt organizations, international income and taxes, and estate taxes. The report from the IRS methodology reports series is available free while supplies last.

#### **Corporation Source Book, 2003**

*Publication 1053--Price: \$175, plus \$10 for shipping and handling*

This 612-page document presents detailed income statement, balance sheet, tax, and selected items, by sector, major and minor industrial groups, and size of total assets for all returns and separately for returns with net income. Separate statistics on S corporations are included by sector. Industry detail is based on the North American Industry Classification System (NAICS). The report, which underlies the *Statistics of Income--Corporation Income Tax Returns* publication, is part of an annual series and can be purchased in its entirety or by page. *Corporation Source Book* industry pages and notes for

1963 through present are available at a cost of \$30, plus \$1 per page copying charge (free for orders under 5 pages). The complete, printed version of the *Source Book* for selected prior years, 1984-2002, is also for sale at \$175 per year, plus \$10 for shipping and handling. See also *Electronic Products and Services* section.

### **Compendium of Federal Estate Tax and Personal Wealth Studies**

*Publication 1773--Price: \$26, plus \$10 for shipping and handling*

Part I of this report focuses on data from estate tax returns, describing decedents, their beneficiaries, and the composition of their estates. It contains a methodological discussion of the strategy used in weighting sample data for the estate studies and presents statistics on selected components of decedents' estates, 1916-1990. Information on charitable giving is also included.

Part II presents a series of articles describing the estate-multiplier technique and its applications for personal wealth estimates, estimates of personal wealth for selected years 1962-1989, and a discussion of the relationship among realized income, wealth, and well-being.

### **Special Studies in Federal Tax Statistics--2004**

*Publication 1299--No charge*

This is the fourth edition of a new set in the IRS Methodology Report series, now entitled *Special Studies in Federal Tax Statistics* (previous volumes in the series were called *Turning Administrative Systems Into Information Systems* and *Statistics of Income and Related Administrative Record Research*). The title was changed to more clearly reflect the nature of the papers prepared by SOI as it adapts to better meet the data and information needs of its wide-ranging customers.

This year's compilation has been divided into five major sections, each focusing on a somewhat different area of research:

- recent developments in Statistics of Income research;
- quality assessment of administrative records data;
- research in income and wealth;
- disclosure protection techniques;
- multivariate analysis.

JUST PUBLISHED!

**IRS  
Source Book  
of Detailed  
Corporation Income  
Tax Statistics**



---

Statistics of Income -- 2003 Corporation Source Book

This 612-page document presents detailed income statement, balance sheet, tax, and selected other items, by sector, major and minor industrial groups, and size of total assets, for accounting periods ending between July 2003 and June 2004. All industry data contained in this publication are based on the North American Industry Classification System (NAICS). The *Source Book* also presents data separately for S corporations (qualifying corporations electing to be taxed through shareholders), by size of total assets, and by industry sector. The report, which underlies the *Statistics of Income—Corporation Income Tax Returns* publication, is part of an annual series and can be purchased in its entirety or by page. The *Source Book* is available in excel format on <http://www.irs.gov/taxstats>. A CD-ROM containing the *Source Book* in ASCII format continues to be available for purchase.

To obtain copies of this report, or supplemental information on both the topics included in this volume and on other SOI products and services, call **SOI's Statistical Information Service Office at (202) 874-0410**; or write to:

Director, Statistics of Income Division RAS:S  
Internal Revenue Service  
P.O. Box 2608  
Washington, DC 20013-2608

You may also obtain information on this publication from <http://www.irs.gov/pub/irs-soi/prodserv.pdf> in the document titled "SOI Products & Services."